

OILMEAL

21st September, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soy meal reflects steady to slightly firm market sentiments.

DOMESTIC MARKET

Soy meal

Prices of soymeal are likely to witness a cooling phase after recent spike in prices. Soymeal prices at port as well as across domestic markets managed to trade steady at previous day's levels on tracking weak cues from soymeal futures at CBOT. Harvest pressure of soybean both in India and US is seen limiting rise in prices of soymeal. Millers are procuring beans in good lot to meet targeted volumes for soymeal exports due Nov-Dec. The FOR prices of soymeal at Kandla port stood steady at Rs 12,900-13,000/MT. At CBOT, weak cues from palm oil at BMD, harvest pressure for soybean in US Midwest coupled with higher prospects of Indian oilseed production sparked long liquidation selling in soy futures at CBOT. Higher oilseed production in India this Kharif is seen as a factor to curtail import of edible oils. For the weekly export sales report, released before the opening, traders are looking for soybean sales near 3-6.5 lakh MT against 3.46 lakh MT last week. Meal sales are expected near 50,000-125,000 tonnes and oil sales near 1,000-10,000 tonnes. As per SEA of India, around 47,225 MT of soymeal was exported during August against 66,700 MT last month. A total of 1, 22,850 MT was exported during August month a decline of 17,335 MT over last month. Indonesia imported a maximum of 19,900 MT followed by Vietnam at 10,200 MT and Sri Lanka at 6,425 MT.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	20.09.07	19.09.07	Parity To
Indore (MP)	12,100-12,150	12,000	Gujarat, MP
Shivpuri (MP)	-	-	UP, Bihar, WB, Nepal
Kota	11,500-11,550	11,500-11,600	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	13,000-13,200	13,000	Andhra, AP, Kar, TN
Dhulia/Jalna	12,800-12,900	12,600-12,800	Mumbai Maharashtra
Nagpur (41/45)	13,000	12,800-12,850	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN

Sangli		-	Local and South
Solapur			Local and South
Dharwar			Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	20.09.07	19.09.07
Kandla	12,900-13,000	13,000
Mumbai		13,100

Current vessel positions in different ports: -

Kandla: -

Vessel **MV Poseidon** was expected to arrive on 19.09.07. It would load 11,000 MT of SBM. Taurus agent is handling the vessel.

Vessel **Iran Broojerdi** would load 14,500 MT of SBM/RSM. It was expected to arrive on 20.09.07. Taurus agent is handling the vessel.

Vessel **Asian Rose** is expected to load 10,000 MT of SBM. Waiting for berth. Taurus agent is handling the vessel.

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Desti-Natio n
Kandla	MV Poseidon	11,000	Sailed	-
Kandla	Iran Broojerdi	14,500	Ready to Sail	-
Kandla	Asian Rose	10,000	Waiting for berth	

Rape/ Mustard Meal: -

Prices of MUSTARD OIL CAKE at Jaipur were quoted at Rs 7000/MT. Price of rape seed DOC at Kandla port stood at 5700-5800/MT. As per Solvent Extractors Association of India's press release, 41,375 MT of rapeseed DOC was exported during August against 46,075 MT last month. Rapeseed exports constituted around 34% of the total oilmeals exported for August month. A total of 1, 22,850 MT was exported during August month a decline of 17,335 MT over last month. South Korea imported a

maximum of 23,800 MT followed by Thailand at 14,850 MT.

Groundnut DOC: -

Spot prices of groundnut oil firmed up considerably to Rs 800-802/10kg in Rajkot on Thursday on good demand amidst limited stocks. Prices of groundnut DOC not available. The Solvent Extractors' Association of India has just compiled the data for export of oil meals for the month of July 2007 and

reported at 140,175 tons compared to 179,950 tons in July last year i.e. down by 22%. During April to August 2007, around 4,775 MT of groundnut meal was exported. No exports were witnessed for the month of July and August 2007.

CBOT Soy Meal Futures as on September 19 [Open Auction]

Month	Open	High	Low	Close	Chg
Oct 07	264.0	268.0	260.7	266.9	+0.5
Dec 07	271.0	273.8	266.7	272.2	-0.5

Monsoon Outlook (20.09.07)

Chief Features:

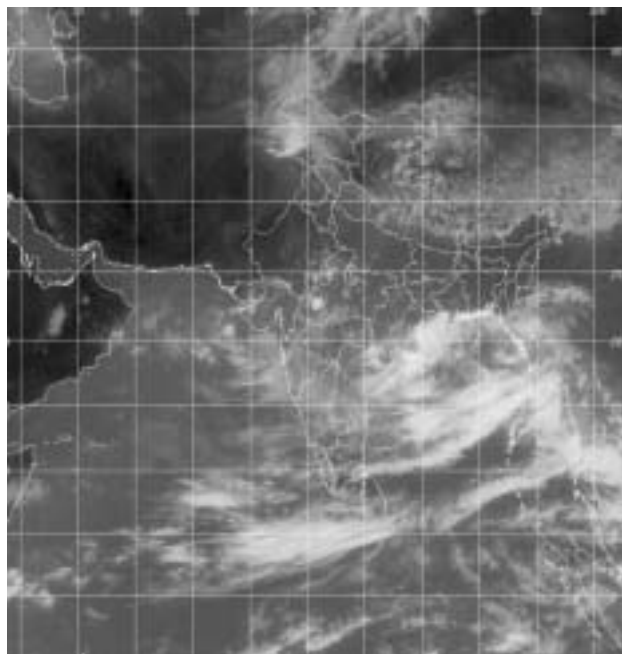
- Yesterday's well marked low pressure area over West-Central Bay of Bengal and adjoining coastal Andhra Pradesh now lies over West-Central Bay of Bengal and adjoining coastal areas of North Andhra Pradesh & South Orissa. The system may concentrate into a depression during next 48 hours. Under its influence, fairly widespread rainfall with isolated heavy to very heavy falls is likely over North Andhra Pradesh and Orissa during next 2-3 days.
- The current meteorological analysis suggests that scattered to fairly widespread rainfall activity is likely over Chhattisgarh, Maharashtra, Goa, South Gujarat Region and South Madhya Pradesh during next 4 days. The interpretation of various Numerical Weather Prediction models suggest further increase in rainfall activity over Konkan & Goa, Madhya Maharashtra and South Gujarat Region during 22nd to 24th September.
- A mid tropospheric westerly trough is likely to cause scattered to fairly widespread rainfall over northwest India during 23rd to 25th September.

Outlook for subsequent two days from 0830 hours IST of 20th of September 2007 (Based on numerical weather products):

- Widespread rainfall with scattered heavy to very heavy falls is likely over Konkan & Goa and Madhya Maharashtra. Isolated heavy rainfall is also likely over south Gujarat region and Saurashtra.
- Scattered to fairly widespread rainfall is likely over northwest India.
- Decrease in rainfall activity over South peninsula.

Source: GOI (IMD)

Weather Map [As on 20.09.07]



Source-IMD

FOREX RATE AS ON 20.09.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	39.91
European Union	Euro	55.88
Japan	100 Yen	34.46
United Kingdom	GBP	79.88

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