

OILMEAL

10th September, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soy & rapeseed meal reflect steady to slightly firm market sentiments.

DOMESTIC MARKET

Soy meal

Soymeal prices trade up on tracking firm cues from soy futures at CBOT. Recently Indian exporters have struck deals for exporting soymeal to China at C&F of \$ 330-340/MT. Talks of USDA monthly report to forecast higher soybean production estimates this September against last month estimates may keep soybean sentiments slightly bearish. At CBOT, Renewed fund buying and recovery in wheat prices aided soy futures to settle firm at CBOT. Weekly US export sales for soybeans stood at 5.66 lakh MT as compared to trade expectations of 4-65 lakh MT. Meal sales were 81,900 metric tonnes as compared to trade expectations of 75,000-175,000. Soybean oil sales came in at 41,900 metric tonnes as compared to trade expectations of 5,000-20,000. Ideas that the USDA would raise production in Wednesday's USDA Crop Production report added to the negative tone early in the session. Deliveries were still heavy this morning with 1,516 contracts delivered against the September soybeans. For the Crop Production report on Wednesday, the average trade estimate came in at 2.649 billion bushels (range 2.581-2.740) as compared with 2.625 billion last month. For ending stocks, the average trade estimate is 212 million bushels (range 81-280) as compared with 220 million from the USDA last month.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	08.09.07	07.09.07	Parity To
Indore (MP)	11,600	11,600	Gujarat, MP
Shivpuri (MP)	-	-	UP, Bihar, WB, Nepal
Kota	10,950-11,000	11,050-11,100	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	12,000	12,000	Andhra, AP, Kar, TN
Dhulia/Jalna	11,800-11,850	11,800	Mumbai Maharashtra
Nagpur (41/45)	11,300-11,350	11,200	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN

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

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	08.09.07	07.09.07
Kandla	12,200	12,150-12,200
Mumbai	-	-

Current vessel positions in different ports: -

Kandla: -

Vessel **Marine Blue** is expected to arrive on 06.09.07. It would load 11,000 MT of SBM. Sea World agent is handling the vessel.

Vessel **Ocean dominance** is expected to reach on 06.09.07. It would load 10,000 MT of SBM. Taurus agent is handling the vessel.

Vessel **M.V.Noshiro III** is loading 11,000 MT of RSM. It was expected to sail on 01.09.07. InterOcean agent is handling the vessel.

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

Current Vessel Position: -

Ports	Vessels	Vol. (MT)	Status	Desti-Nation
Kandla	Noshiro-III	11,000	Sailed	-
Kandla	Ocean Dominance	10,000	Expected	-
Kandla	Marine Blue	11,000	Expected	-
Kandla	Asian Rose	10,000	Expected	-

Rape/ Mustard Meal: -

RAP DOC local was quoted steady at Rs 5200-5350/MT. Prices of MUSTARD OIL CAKE at Jaipur stood at Rs 6650-6850/MT. As per Solvent Extractors Association of India's press release, during the period of April-July 2007, Vietnam imported **24,975 tons of rapeseed meal**. South Korea imported **134,825 tons of rapeseed meal**. Japan imported 2,500 tons of rapeseed meal. China reduced the import from India

due to better local crushing and imported only 65,175
Groundnut DOC: -

Spot prices of groundnut oil softened marginally to Rs 776/10kg in Rajkot on Saturday. Prices of groundnut DOC stood at Rs 9100-9150 [40%] and 9300-9350[45%] per MT respectively in Gujarat markets for last week. 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.

tons of rapeseed meal during April to July 2007.

down by 22% . The overall export of oil meals for the period April 2007 to July 2007 is reported at 956,775 tons compared to 1,055,150 tons i.e. down by 9% due to in decreased in export of soybean meal from 685,425 tons to 491,600 tons and **groundnut meal from 43,100 ton to 4,775 tons** in first four months of current year due to failure of groundnut crop.

CBOT Soy Meal Futures as on September 07 [Open Auction]

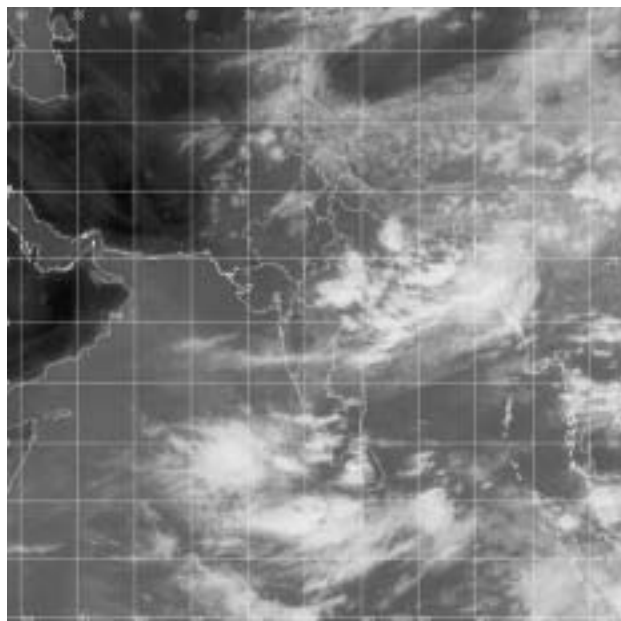
Month	Open	High	Low	Close	Chg
Sep 07	242.0	247.5	240.6	247.4	+4.6
Oct 07	244.0	249.3	242.2	248.7	+4.4

Monsoon Outlook (08.09.07)

Chief Features:

- The axis of monsoon trough at sea level passes through Anoopgarh, Karnal,, Khiri, Azamgarh, Chhapra, Bhagalpur, Kolkata and thence southeastwards to East-Central Bay of Bengal. A secondary trough also runs from Bihar to North-East Assam across Sub-Himalayan West Bengal & Sikkim.
- Current meteorological analysis and numerical weather prediction models suggest that widespread rainfall with isolated heavy to very heavy falls is likely over Assam, Meghalaya, Arunachal Pradesh during next 2-3 days. Fairly widespread rainfall with isolated heavy falls is also likely over Nagaland, Manipur, Mizoram, Tripura, and Sub-Himalayan West Bengal & Sikkim during the same period.
- In association with a westerly trough, scattered to fairly widespread rainfall is likely over northwest India during next 2-3 days.

Weather Map [As on 08.09.07]



Source-IMD

Outlook for subsequent two days from 0830 hours IST of 11^h of September 2007 (Based on numerical weather products):

- Scattered to fairly widespread rainfall is likely over northeast and adjoining east India..

Source: GOI (IMD)

FOREX RATE AS ON 08.09.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	40.49
European Union	Euro	55.76
Japan	100 Yen	35.71
United Kingdom	GBP	82.12

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