

OILMEAL

27th September, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soy meal reflects steady to slightly firm market sentiments.

DOMESTIC MARKET

Soy meal

Vulnerability to corrections at higher levels and steady increase in harvest pressure [13-17%] of soybean dragged down the soy futures at CBOT. However, higher prices of wheat and good demand for US soybean supported the early bounce in prices of soybeans. Weekly export inspections, released during the session, came in at 16.7 million bushels as compared with 10-14 million expected. Oil World believes that global oilseed output for the year ending October of 2008 will fall near 13 million tonnes to 391 million tonnes. Meal closed weak but a surge in palm oil overnight helped support soybean oil. Domestically, the soymeal prices recovered well on Tuesday, on firm domestic and overseas demand. However, prices consolidated during second half of trading and settled marginally lower. Demand remains steady. The FOR prices of soymeal at Kandla port stood steady at Rs 13,000-13,100/MT. 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)		
	26.09.07	25.09.07	Parity To
Indore (MP)	12,375-12,400	12,400-12,450	Gujarat, MP
Shivpuri (MP)	-	-	UP, Bihar, WB, Nepal
Kota	11,900-11,950	11,900-11,950	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	13,275	13,300	Andhra, AP, Kar, TN
Dhulia/Jalna	13,380-13,400	13,400-13,450	Mumbai Maharashtra
Nagpur (41/45)	13,280	13,300	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	-	-	Local and South
Solapur	-	-	Local and South

Dharwar	-	12,400-12,450	Karnataka, Tamil Nadu
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DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	26.09.07	25.09.07
Kandla	13,050-13,100	13,100-13,150
Mumbai		

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	Destination
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 steady at Rs 7100-7150/MT. Price of rape seed DOC at Kandla port firm at 5900-6000/MT on Monday. 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 811-815/10kg in Rajkot on Tuesday 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 25 [Open Auction]

Month	Open	High	Low	Close	Chg
Oct 07	270.1	473.9	269	271.4	+2
Dec 07	276	280.1	275	277.6	+5

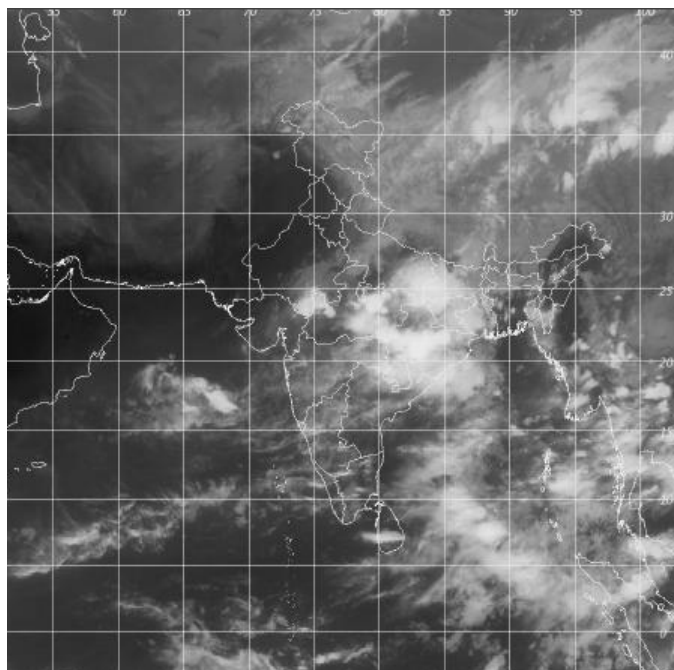
Monsoon Outlook (26.09.07)**Chief Features:**

- Morning's low pressure area over Gujarat region & neighbourhood now lies over north Gujrat region and adjoining southwest Madhya Pradesh. Under its influence, fairly widespread rainfall with isolated heavy to very heavy falls is likely over Gujarat region, Saurashtra and north Konkan during next 2-3 days.
- An anticyclonic circulation is likely to develop over Rajasthan & adjoining northwest India around 28th. It may subsequently lead to withdrawal of southwest monsoon from parts of Rajasthan and northwest India.
- Interpretation of Numerical weather Prediction models suggests that scattered to fairly widespread rainfall is likely over east India and parts of northeastern states during next 4-5 days.

Outlook for subsequent two days from 0830 hours IST of 29^h of September 2007 (Based on numerical weather products):

- Scattered to fairly widespread rainfall is likely over east India and parts of northeastern states.
- Decrease in rainfall activity over northwest & central India.

Source: GOI (IMD)

Weather Map [As on 26.09.07]

Source-IMD

FOREX RATE AS ON 26.09.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	39.70
European Union	Euro	56.09
Japan	100 Yen	34.56
United Kingdom	GBP	80.10

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