

OILMEAL

30th October, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soy meal reflects steady to firm sentiments.

DOMESTIC MARKET

Soy meal

Soymeal prices firmed up across the major cash markets following firm sentiment of meal at ports. Further, continued firmness in beans and edible oil prices also lent support to meal prices besides the expectation of higher meal export in oilmeal marketing year 2007-08 and a overall supportive global advices on the back of surging crude oil prices. Sources revealed that plants are adequately covered to meet their November meal export commitments and parities continue to be attractive for further sales. For 2007-08 oil year over 14 lakh tonnes have been contracted, reported. Meanwhile, the weekly soybean sales stood at 463,400 tonnes against trade estimation of 550,000-750,000 tonnes. Meal sales stood at 244,500 tonnes Vs trade expectation between 100,000-150,000 tonnes and soy oil sales totaled at 24,300 tonnes compared with trade expectation between 20,000-30,000 tonnes. The September Census crush report totaled at 147.5 mil bu against trade expectation near 146.5 mil bu.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	29.10.07	27.10.07	Parity To
Indore (MP)	13,500	13,300-13,500	Gujarat, MP
Shivpuri (MP)	-	-	UP, Bihar, WB, Nepal
Kota	13,100	12,800	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	13,600 / 14,100	13,300 / 14,100	Andhra, AP, Kar, TN
Dhulia/Jalna	14,200	14,100-14,200	Mumbai Maharashtra
Nagpur (41/45)	13,200-13,500	12,900-13,200	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	14,500	14,200	Local and South
Solapur	-	-	Local and South
Dharwar	14,000	14,500	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	29.10.07	27.10.07
Kandla	14,100-14,200	14,000
Mumbai	14,400	14,200

Current vessel positions in different ports: - Kandla: -

Vessel **MV Pulau Cebu** has berthed 15.10.07. It would load 10,500 MT of SBM. Taurus agent is handling the vessel.

Vessel **MV Wakasa** has berthed 19.10.07. It would load 10,500 MT of SBM. Taurus agent is handling the vessel.

Vessel **MV Asha Manan** has berthed on 18.10.07. It would load 15,000 MT of SBM+CSM. Taurus agent is handling the vessel.

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** has berthed on 02.10.07. It would load 14,500 MT of SBM/RSM. Taurus agent is handling the vessel.

MV. Hazel Ace has berthed on 30.09.07. It would load 8,400 MT of SBM. Taurus agent is handling the vessel.

Mumbai:-

Vessel **Badulu valley - VI** was expected to arrive on 25.10.07. It would load 3400 MT of SBM. Sai Freight P. Ltd. is handling the vessel.

Rape/ Mustard Meal: -

Prices of mustard oil cake at Jaipur shot up from Saturday's level of Rs 7770-7775/ MT to Rs 7940-7945/ MT on improved sentiment of mustard seed and oil across the markets following expectation of lower production this year. So far sowing of rapeseed/mustard seed is estimated at 891,000 hectares during 1-25 October period, down from 1.25 million hectares corresponding period last year. Also, good physical demand and announcement of higher MSP by the Center besides lower stock position with NAFED/ stockists and expected lower carry forward stock is further aiding bullishness. Further, improved sentiments of edible oil as well as other seeds (soybean) also lent support to mustard prices. However, news report that NAFED to sell 5,000

tonnes of rapeseed for next 20 days ahead to festivities is seen limiting the upside. NAFED is likely to sell around 2,00,000 tonnes of Mustard during the period. As per Solvent Extractors Association of India's around 3,90,050 MT of rapeseed DOC was exported during April-September 2007 period compared to 4,51,075 MT corresponding period last. During September month 68,175 tons was exported compared to the 92,775 tons in corresponding period last year.

Groundnut DOC: -

Spot prices of groundnut oil shot up across the major markets from the Saturday's level of Rs 626-627/10 Kg to Rs 633-634/10 Kg on good physical demand at lower levels ahead of festivities. Lower arrival across the markets also lent support to the prices. Firmness in other edible also supported the groundnut oil.

Further, expectation of export opportunity following lower crop/ crop failure in Brazil, America and China is likely to boost the sentiment of groundnut complex. However, sources revealed that most of the mills start crushing in Saurashtra region, while some mills are likely to start crushing soon, which is seen restricting the upside. Prices of groundnut DOC stood steady at Saturday's level of 10,100-10,500/MT. The Solvent Extractors' Association of India has just compiled the data for export of oil meals for the month of September 2007 and reported at 7,500 tons compared to 5,000 tons compared to corresponding period last year. During April to September 2007, around 12,275 MT of groundnut meal was exported compared to 4,775 MT of groundnut meal in April-August 2007 period. No exports were witnessed for the month of July and August 2007.

CBOT Soy Meal Futures as on October 29 [Open Auction]

Month	Open	High	Low	Close	Chg
Dec 07	282.00	283.00	277.50	277.80	-1.70
Jan 07	285.00	285.2	280.50	280.60	-1.80

Monsoon Outlook (29.10.07)

Chief Features:

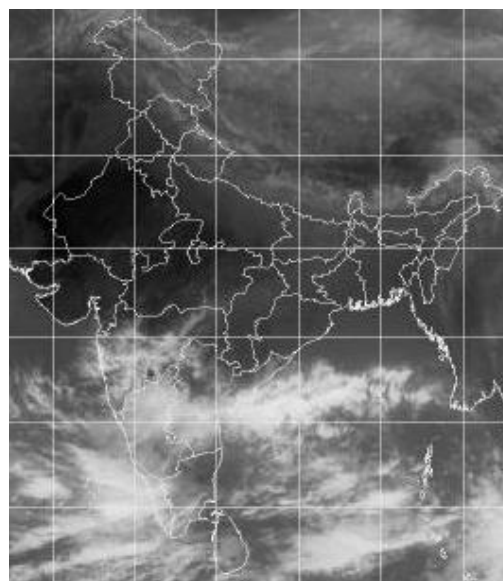
- Yesterday's depression over southwest Bay of Bengal has weakened and now lies as a well marked low pressure area over westcentral & adjoining southwest Bay of Bengal, north coastal Tamil Nadu and south Coastal Andhra Pradesh. Under its influence, Widespread rainfall with scattered heavy to very heavy falls are likely over south Coastal Andhra Pradesh and Rayalaseema during next 24 hours and decrease thereafter. Fairly widespread rainfall with isolated heavy to very heavy falls are also likely over Tamilnadu & Puducherry, north Coastal Andhra Pradesh, interior Karnataka, Kerala and Lakshadweep during next 48 hours and decrease thereafter.
- The deep depression over southeast Arabian Sea moved slightly westwards and lay centred at 0830 hours IST of today near Lat.11.5°N and Long. 66.5°E. is likely to intensify further. However, as the system is expected to move west-northwestwards, it is not likely to affect Indian coast.
- During past 24 hours heavy to very heavy rainfall has occurred over south Andhra Pradesh, north Tamil Nadu and Lakshadweep. Chief amount of rainfall (in cm.) are: Nellore-22, Kavali-20, Tirupathi-18, Chennai-14, Vellore-9, Agathi-7, Puducherry and Nedumbassery-6 each.

Outlook for subsequent two days from 0830 hours IST of 1st of November 2007 (Based on numerical weather products):

- Scattered to fairly widespread rainfall is likely over south peninsula.

Source: GOI (IMD)

Weather Map [As on 29.10.07]



Source-IMD

FOREX RATE AS ON 29.10.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	39.38
European Union	Euro	56.81
Japan	100 Yen	34.49
United Kingdom	GBP	80.96

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