

## OILMEAL

5<sup>th</sup> October, 2007

### MAJOR ACTIVITY HIGHLIGHTS

- Soy meal reflects steady to slightly firm sentiments.

### DOMESTIC MARKET

#### Soy meal

Soymeal prices witnessed steady to firm sentiment during the Thursday's trade on firm global cues. With heavy commitments on the export front for meal, prices settled slightly firm in Indore. Also improving demand for feed from livestock industry supported the sentiment. Some weakness is expected in prices in near term due to continuing heavy arrivals in the domestic market. However, prices expected to recover thereafter on the back of commitments of meal export. At port, prices improved to some extent on tracking firm soy futures at CBOT. At CBOT, after the early weakness, prices recovered on short covering and renewed bulls run in wheat coupled with forecast of dry weather concern of Brazil strengthened the prices. In Brazil, the sowing normally begins in early October but due to weather concerns some production concern has raised. Market also witnessed gains from good rainfall in southern areas in the last month but yet no sowing begins. Few parts of Western Corn belt also received more than expected rains on Tuesday and likely to slow down the harvesting process for a few days, which further aided to the firmness. 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)		
	04.10.07	03.10.07	Parity To
Indore (MP)	12,200	12,200	Gujarat, MP
Shivpuri (MP)	-	-	UP, Bihar, WB, Nepal
Kota	12,000-12,100	12,000-12,100	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	13,000-13,200	13,000-13,200	Andhra, AP, Kar, TN
Dhulia/Jalna	12,900-13,200	12,900-13,200	Mumbai Maharashtra
Nagpur (41/45)	13,100	13,100	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	-	-	Local and South
Solapur	-	-	Local and South

Dharwar	-	-	Karnataka, Tamil Nadu
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#### DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	04.10.07	03.10.07
Kandla	13,200	13,200
Mumbai	13,400-13,500	13,400-13,500

#### 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 29.09.07. Taurus agent is handling the vessel.

MV. **Hazel Ace** was expected to arrive on 30.09.07. It would load 8,400 MT of SBM. 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	Expected	-
Kandla	MV Hazel Ace	8,400	Expected	-

#### Rape/ Mustard Meal: -

Prices of mustard oil cake at Jaipur eased slightly from the previous day levels of Rs 7200-7250/MT to Rs 7200-7220/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 stood steady at previous days level of Rs 778/10kg in Rajkot on Thursday on steady demand against normal arrivals. Prices of groundnut DOC stood in the range of 13000-13100/MT. 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 October 4 [Open Auction]

Month	Open	High	Low	Close	Chg
Oct 07	259.7	267.0	259.0	266.1	+3.2
Dec 07	266.3	273.5	265.0	271.8	+3.1

## Monsoon Outlook (04.10.07)

### Chief Features:

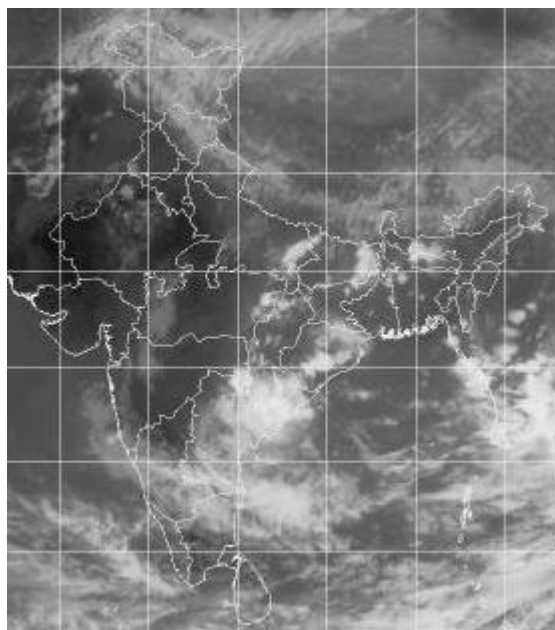
- The upper air cyclonic circulation extending upto mid-tropospheric level over west-central Bay of Bengal off Andhra Pradesh Coast is likely to cause fairly widespread rainfall with isolated heavy falls over Coastal Andhra Pradesh and coastal Orissa during next 48 hrs.
- Under the influence of the above system, a low pressure area is likely to develop over northwest Bay of Bengal & neighbourhood during next 48 hrs. This will cause increase in rainfall activity over northeastern States, West Bengal & Sikkim, Orissa and Jharkhand during subsequent 3 days.
- Southwest monsoon is likely to further withdraw from remaining parts of West Uttar Pradesh & Gujarat, some more parts of Madhya Pradesh and some parts of Maharashtra during next 48 hrs.

### Outlook for subsequent two days from 0830 hours IST of 7<sup>th</sup> of October 2007 (Based on numerical weather products):

- Fairly wide-spread rainfall with isolated heavy to very heavy falls is likely over parts of northeastern states and East India.

Source: GOI (IMD)

## Weather Map [As on 04.10.07]



Source-IMD

### FOREX RATE AS ON 03.10.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	39.56
European Union	Euro	55.76
Japan	100 Yen	33.94
United Kingdom	GBP	80.30

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