

MAJOR ACTIVITY HIGHLIGHTS

- Soy meal reflects steady to firm sentiments.

DOMESTIC MARKET

Soy meal

Soymeal prices witnessed steady to firm sentiment during the Thursday's trade across the markets following firm sentiment of soymeal in domestic despite weakness in CBOT. Continuing good demand for soymeal amidst higher export commitments for Oct., Nov. and Dec. deliveries is seen boosting the sentiment. Also steady to firm sentiment of soymeal at ports also supported the sentiment. Sources revealed that over 7 lakh tonnes of meal to be exported for Oct, Nov and Dec shipment. Expectations of higher export of soymeal in oilmeal marketing year 2007-08 following lower crop in US and China is also seen boosting the sentiment. At CBOT, weakness in meal prices on the back of weak corn prices and a limit-down move in wheat pressurized the soybean prices. Also the improving weather condition in South America for sowing and early development besides favourable weather condition in NW Corn Belt for advancing US harvest towards completion, imparted bearishness. Weakness in commodity markets and a sharp sell-off in stock market aided bearishness. However, a jump in energy (crude oil) markets supported the soybean oil to close higher. The US soybean harvest is 75% complete and the weather looks favourable advancing harvest in the Iowa, Nebraska, and Minnesota regions. For the weekly export sales report, released before the opening, traders are hoping for soybean sales near 550,000-750,000 tonnes compared with 770,100 tonnes last week. Meal sales are expected near 100,000-150,000 tonnes with oil sales near 20,000-30,000 tonnes.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	25.10.07	24.10.07	Parity To
Indore (MP)	13,100-13,300	13,100-13,200	Gujarat, MP
Shivpuri (MP)	-	-	UP, Bihar, WB, Nepal
Kota	12,600-12,700	12,600	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	13,000 / 13,500	13,000 / 13,500	Andhra, AP, Kar, TN
Dhulia/Jalna	13,800	13,800	Mumbai Maharashtra
Nagpur (41/45)	12,300-12,600	12,200-12,500	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	13,500-13,700	13,500-13,700	Local and South
Solapur	-	-	Local and South

Dharwar	13,900	13,900	Karnataka, Tamil Nadu
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DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	25.10.07	24.10.07
Kandla	13,700	13,800
Mumbai	14,100	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 improved from the Wednesday's level of Rs 7570-7575/ MT to Rs 7620-7625/ MT on improved sentiment of mustard seed and oil across the markets following expectation of lower production this year. Improved sentiments of edible oil also lent support mustard. 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. However, good physical demand and announcement of higher MSP

by the Center is seen limiting the downside. 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 stood steady at Wednesday's level of Rs 611-612/10 Kg on normal demand-supply situation during the Thursday. Firmness in other edible also lent support to the groundnut oil. Meanwhile, 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. However, expectation of export opportunity may boost the sentiment of groundnut complex as millers are eyeing for exports opportunity of groundnut complex due to lower crop / crop failure in Brazil, America and China, which may boost the sentiment. Prices of groundnut DOC stood steady at Saturday's level of 10,200-10,300/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 compare 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 25 [Open Auction]

Month	Open	High	Low	Close	Chg
Dec 07	275.00	277.50	273.70	274.00	-2.60
Jan 07	277.00	279.90	275.80	275.90	-3.10

Monsoon Outlook (25.10.07)

Chief Features:

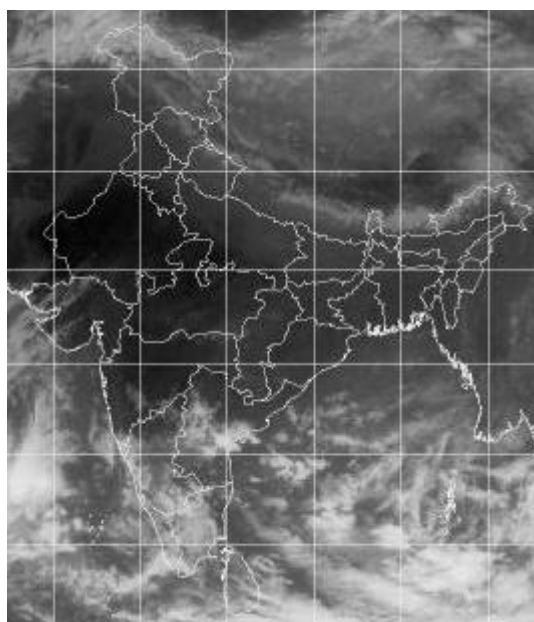
- Yesterday's low pressure area over southwest Bay of Bengal and adjoining coastal areas of Tamil Nadu moved westwards across extreme south peninsula and emerged into southeast Arabian Sea. The system is likely to become more marked during next 48 hours.
- The Current meteorological analysis suggests fairly widespread rainfall with isolated heavy to very heavy falls over south peninsula, Andaman & Nicobar Islands and Lakshadweep during next 3 days.
- Numerical weather prediction models suggest formation of a fresh low pressure area over southeast Bay of Bengal around 27th which is likely to increase the rainfall activity over south peninsula from 29th onwards.

Outlook for subsequent two days from 0830 hours IST of 28th of October 2007 (Based on numerical weather products):

- Further intensification of the system over southeast Arabian sea.
- Increase in rainfall activity along east coast.

Source: GOI (IMD)

Weather Map [As on 25.10.07]



Source-IMD

FOREX RATE AS ON 25.10.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	39.54
European Union	Euro	56.42
Japan	100 Yen	34.67
United Kingdom	GBP	80.94

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