

OILMEAL

6th 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 Friday's trade on good domestic demand. 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 stood steady tracking soy futures at CBOT. At CBOT, recovery in overnight palm oil and reports of lower yields during the ongoing harvest and expectations that USDA may lower production estimate in next week's crop production report coupled with dry weather in Brazil strengthened soybean. Prevailing dry weather in Brazil in Northern areas (where the sowing normally starts by late Sept. to early Oct.) and continue dry weather prediction for the next week also lent support. However, higher deliveries of meal and oil were capped the gain to certain extent. Meanwhile, weekly export for soymeal came at 188,400 metric tonnes compared to trade expectations between 75,000-1,25,000 tonnes.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	05.10.07	04.10.07	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

Centers	FOR Price (Buy price)	
	05.10.07	04.10.07
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 stood steady at previous day levels of 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.

DOC Port rate at different centers

Groundnut DOC: -

Spot prices of groundnut oil eased from the previous day's level of Rs 778/10kg to 753/10 Kg in Rajkot on steadily increasing arrivals of groundnut against subdued demand. Prices of groundnut DOC stood in the range of 13100-13300/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 5 [Open Auction]

Month	Open	High	Low	Close	Chg
Oct 07	265.5	266.2	264.0	265.7	-0.4
Dec 07	272.5	272.8	270.0	270.8	-1.0

Monsoon Outlook (05.10.07)

Chief Features:

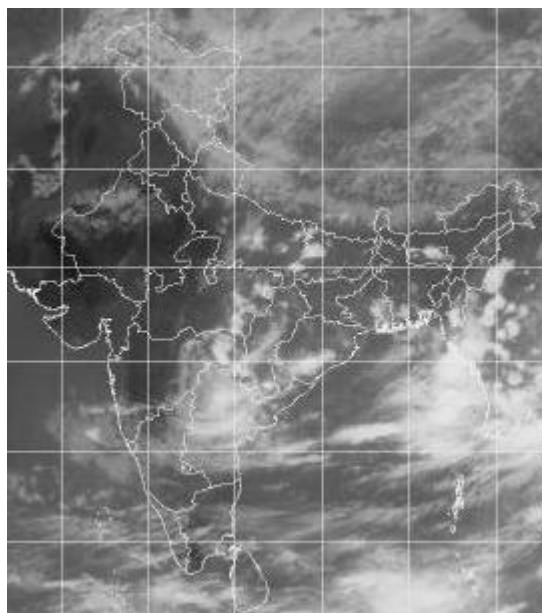
- A low pressure area has formed over west central Bay of Bengal off north Andhra Pradesh coast. The system is likely to become more marked. It is likely to cause fairly widespread rainfall with isolated heavy to very heavy fall over coastal areas of north Andhra Pradesh and south Orissa during next 48 hours.
- With likely northward movement of the system the rainfall activity is likely to shift to parts of northeastern states and east India from 7th onwards.

Outlook for subsequent two days from 0830 hours IST of 8th 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.
- 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.

Source: GOI (IMD)

Weather Map [As on 05.10.07]



Source-IMD

FOREX RATE AS ON 05.10.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	39.49
European Union	Euro	55.76
Japan	100 Yen	33.88
United Kingdom	GBP	80.41

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