

OILMEAL

10th October, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soy meal reflects steady to weak sentiments.

DOMESTIC MARKET

Soy meal

Increasing arrival pressure of fresh beans across the markets softened the prices of soybeans and consequently affected the soymeal prices during the Tuesday's trade. Further, unwillingness among the traders to buy fresh beans due to higher moisture content (13-20 per cent) imparted bearish tone in the market. The fresh beans are fetching at a discount which weighing on prices. Weak sentiment at ports due to weakness in international market (CBOT) also aided to the weakness. At CBOT, weakness in wheat, corn and palm oil futures cast weakness for soy futures. Few parts of Brazil experienced some rain on weekend coupled with favourable weather forecast for active beans harvest in US aided to the weakness, besides weak crude oil, hefty deliveries for both soy oil and soy meals. Meanwhile, South Korea is floating tender to purchase 110,000 tonnes of soymeals from USA or South American origin capped the gains to certain extent. As per the Solvent Extractors Association of India, country exported 352,800 MT of oilmeal in Sept. up 9% from last year. Exports were around 1.4 million tonnes in 1st half of FY that ends in March, down 12% from the corresponding period last year. Country exported 775,275 tonnes of soymeal during April-September period compared with 975,975 tonnes in same period last year.

Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	09.10.07	08.10.07	Parity To
Indore (MP)	11,900	12,100	Gujarat, MP
Shivpuri (MP)			UP, Bihar, WB, Nepal
Kota	12,000	12,200	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	12,400 / 12,600	12,800/12,600	Andhra, AP, Kar, TN
Dhulia/Jalna	12,600	12,900	Mumbai Maharashtra
Nagpur (41/45)	11,800-12,100	12,000-12,300	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	13,000	13,200	Local and South
Solapur		-	Local and South
Dharwar	12,600	12,600	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	09.10.07	08.10.07
Kandla	12,900	13,000
Mumbai	N.A.	N.A

Current vessel positions in different ports: - Kandla: -

Vessel **MV Pulau Cebu** was expected to arrive on 13.10.07. It would load 10,500 MT of SBM. Taipan agent is handling the vessel.

Vessel **MV Asha Manan** was expected to arrive on 14.10.07. 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.

Rape/ Mustard Meal: -

Prices of mustard oil cake at Jaipur stood eased from the previous day levels of to Rs 7200-7220/MT to Rs 7150-7200/MT. 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.

Spot prices of groundnut oil eased from the Monday's level of Rs 738-39/10 Kg to Rs 712-13/10 Kg in Rajkot on steadily increase in arrivals of groundnut against subdued demand as well as weak sentiments in other edible oils. Prices of groundnut DOC steady at Monday'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

Groundnut DOC: -

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 9 [Open Auction]

Month	Open	High	Low	Close	Chg
Oct 07	257.3	257.7	254.1	254.7	-4.7
Dec07	262.5	264.3	260.0	260.5	-4.9

Monsoon Outlook (09.10.07)

Chief Features:

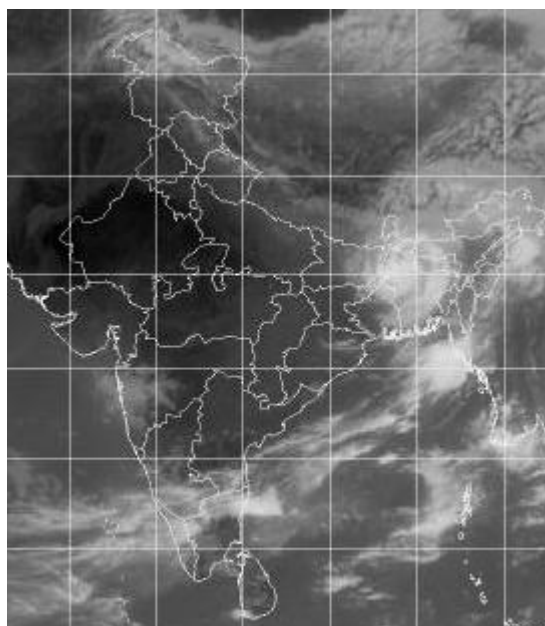
- Yesterday's well marked low pressure area over Bangladesh and adjoining North Bay of Bengal now lies as a low pressure area over Bangladesh and neighborhood. Under its influence fairly widespread rainfall with isolated heavy to very heavy falls is likely over northeastern States during next 48 hours and decrease thereafter. Fairly widespread rainfall with isolated heavy fall is also likely over West Bengal & Sikkim during the same period.
- Southwest monsoon is likely to withdraw further from some more parts of East & Central India during next 2-3 days.

Outlook for subsequent two days from 0830 hours IST of 12th of October 2007 (Based on numerical weather products):

- Scattered rainfall activity is likely over northeastern states and extreme south peninsula.

Source: GOI (IMD)

Weather Map [As on 09.10.07]



Source-IMD

FOREX RATE AS ON 09.10.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	39.43
European Union	Euro	55.66
Japan	100 Yen	33.66
United Kingdom	GBP	80.44

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.