

OILMEAL

23<sup>rd</sup> October, 2007

## MAJOR ACTIVITY HIGHLIGHTS

- Soy meal reflects steady to weak sentiments.

## DOMESTIC MARKET

### Soy meal

Soymeal prices eased across the markets during the Monday's trade on weakness in soymeal prices at ports due to weak global cues. However, earlier commitments of meal export for Nov-Dec shipments, millers and crushers are continuously buying beans which are seen restricting the downside in soybean and the soymeal prices. Also expectations of higher export of soymeal in 2007-08 season following lower crop in US and China, further restricting the downside. Meanwhile, the chief economist for the USDA presented projections to the House Agriculture Committee on Friday that the planted area for soybean for 2008-09 season would be around 70 million acres from 63.7 million acres this year. Some traders considered this news as negative but ending stocks were pegged at 210 million bushels from 215 million this season. Informa Economics pegged planted area at 71.7 million acres for next year.

### Soybean DOC: - rates at different centers

Places	Ex-factory rates (Rs/ton)		
	22.10.07	20.10.07	Parity To
Indore (MP)	12,800	12,900	Gujarat, MP
Shivpuri (MP)	-	-	UP, Bihar, WB, Nepal
Kota	12,400	12,400	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	12,500 / 13,000	12,600 / 13,100	Andhra, AP, Kar, TN
Dhulia/Jalna	13,300	13,400	Mumbai Maharashtra
Nagpur (41/45)	12,200-12,500	12,300-12,600	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	13,500	13,500	Local and South
Solapur	-	-	Local and South
Dharwar	13,400	13,400	Karnataka, Tamil Nadu

### DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	20.10.07	19.10.07
Kandla	13,500-13,600	13,700-13,800
Mumbai	13,700-13,800	NA

### 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 declined from the Saturday's level of Rs 7620-7625/MT to Rs 7520-7525/ MT on news report that the govt. on Friday directed NAFED to sell 5,000 tonnes of rapeseed for next 20 days ahead to festivities. 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 eased from the Saturday's level of Rs 632-634/10 Kg to Rs 612-613/10 Kg amidst increased arrival pressure across markets and subdued trading activity. However, expectation of export opportunity is seen limiting the down side to some extent. 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. Meanwhile, sources revealed that many mills starts crushing in Saurashtra region, while some mills start crushing after

Dusshera. 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 22 [Open Auction]

Month	Open	High	Low	Close	Chg
Dec 07	278.00	278.00	273.20	276.30	-1.80
Jan 07	279.30	280.00	275.50	279.40	-1.00

### Monsoon Outlook (22.10.07)

#### Chief Features:

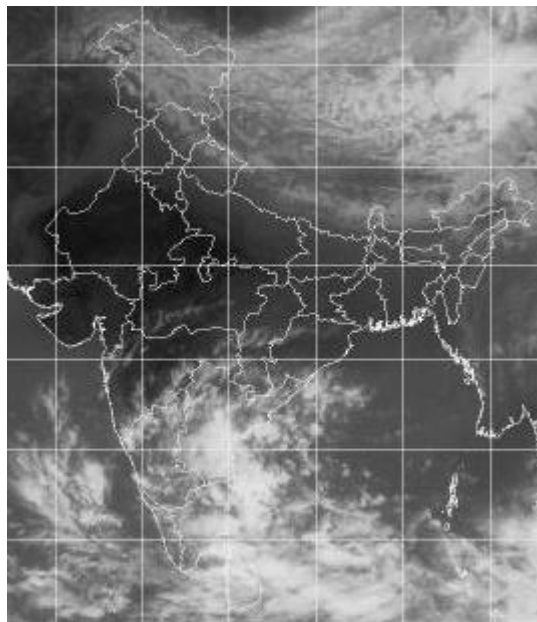
- The Southwest Monsoon has further withdrawn from the remaining parts of the country, Bay of Bengal and Arabian Sea. Simultaneously Northeast Monsoon rains have commenced over Tamil Nadu and adjoining states of south peninsula.
- Current meteorological conditions and Numerical weather prediction models suggest fairly widespread rainfall activity over south peninsular India with isolated heavy falls over Tamil Nadu, Kerala, south Coastal Andhra Pradesh and Rayalaseema during next 3-4 days.

#### Outlook for subsequent two days from 0830 hours IST of 25<sup>th</sup> of October 2007 (Based on numerical weather products):

- Fairly widespread rainfall activity is likely over south Peninsular India.

Source: GOI (IMD)

### Weather Map [As on 22.10.07]



Source-IMD

### FOREX RATE AS ON 22.10.07

Country/Continent	Currency	Value in Rupees
USA	Dollar	39.79
European Union	Euro	56.98
Japan	100 Yen	34.84
United Kingdom	GBP	81.62

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