

OILMEAL

11th October, 2007

MAJOR ACTIVITY HIGHLIGHTS

- Soy meal reflects steady to firm sentiments.

DOMESTIC MARKET

Soy meal

Amidst improved demand of soymeal across the markets despite higher arrivals of fresh beans and underlying firm sentiments of meal at ports on firmness in International market pushed up the soymeal prices. Improved soybean prices coupled with improved sentiment in mustard seeds due to the announcement of higher MSP also lent support to the prices. Further, reports that South Korea is likely to purchase 45,000 tonnes of Indian soymeal further aided to the firmness. Internationally (CBOT), weather concern for Brazil in next week and lower yield in some areas of Midwest coupled overnight gains in palm oil futures helped support new buying. Surge in crude oil and weakness in US dollar also supported the gains. Market also generated some support from purchase of 55,000 tonnes of soymeal of USA or South America origin and 45,000 tonnes of Indian origins by South Korea. 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)		
	10.10.07	09.10.07	Parity To
Indore (MP)	12,200	11,900	Gujarat, MP
Shivpuri (MP)	-	-	UP, Bihar, WB, Nepal
Kota	12,400	12,000	Rajasthan, Del, Punjab, Haryana
Nanded/Latur	12,600 / 12,700	12,400 / 12,600	Andhra, AP, Kar, TN
Dhulia/Jalna	12,900	12,600	Mumbai Maharashtra
Nagpur (41/45)	12,100-12,400	11,800-12,100	CG, Orissa, Bihar, Bangladesh, AP, Kar, TN
Sangli	13,000	13,000	Local and South
Solapur	-	-	Local and South
Dharwar	12,700	12,600	Karnataka, Tamil Nadu

DOC Port rate at different centers

Centers	FOR Price (Buy price)	
	10.10.07	09.10.07
Kandla	13,000-13,200	12,900
Mumbai	NA	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 improved from the previous day levels of to Rs 7150-7200/MT to Rs 7170-7220/MT amidst improved sentiments in mustard seed and oil on the back of higher MSP announced by the Center. 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 further from the Tuesday's level of Rs 1712-13/10 Kg to Rs 706-7/10 Kg in Rajkot amidst improved arrivals against subdued trading activity as well as weak sentiments in other edible oils in physical market. Prices of groundnut DOC stood steady at Tuesday'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 10 [Open Auction]

Month	Open	High	Low	Close	Chg
Oct 07	257.5	264.5	257.0	263.3	+8.6
Dec 07	263.5	270.4	263.0	269.1	+8.6

Monsoon Outlook (10.10.07)

Chief Features:

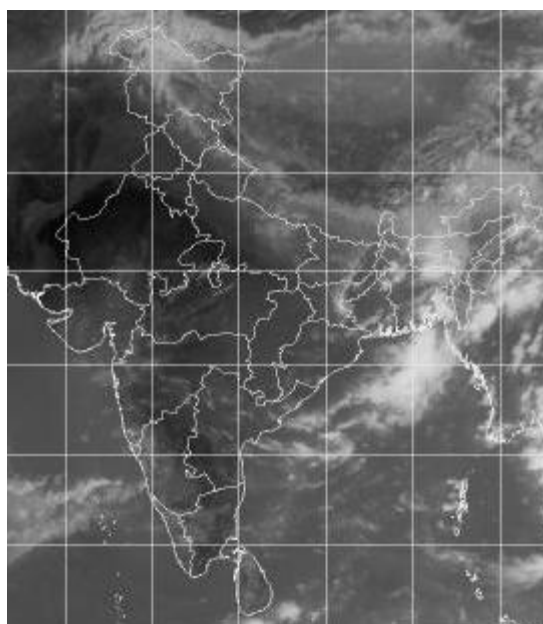
- Yesterday's low pressure area over Bangladesh and neighbourhood has become less marked. However, an upper air cyclonic circulation extending upto 3.1 km a.s.l. lies over Bangladesh and neighbourhood Under its influence, fairly widespread rainfall with isolated heavy to very heavy falls is likely over northeastern States during next 24 hours and decrease thereafter. Fairly widespread rainfall is also likely over West Bengal & Sikkim during the same period.
- Southwest monsoon has further withdrawn from entire East Uttar Pradesh, some parts of Bihar, Jharkhand, north Chhattisgarh and most parts of Madhya Pradesh. The withdrawal line passes through Supaul, Hazaribagh, Pendra, Betul, Jalgaon, Dahanu, Lat. 20°N/70°E, 20°N/65°E and 20°N/60°E.

Outlook for subsequent two days from 0830 hours IST of 13th 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 10.10.07]



Source-IMD

FOREX RATE AS ON 10.10.07

Country/ Continent	Currency	Value in Rupees
USA	Dollar	39.34
European Union	Euro	55.51
Japan	100 Yen	33.53
United Kingdom	GBP	80.17

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