

SOYBEAN MEAL REPORT

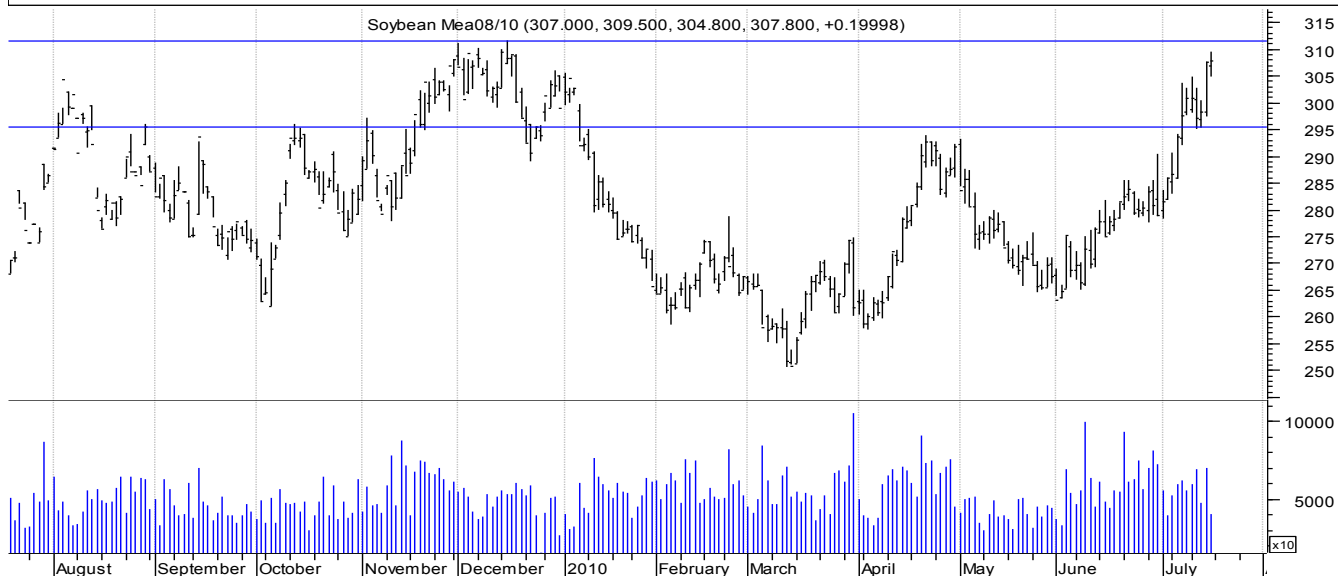
Monday, July 19, 2010

FUNDAMENTAL POINTS:

- US soybean cheaper than South American, China continues to buy.
- South American growers not sellers, US old stocks tight.
- US new crop from the Delta due in 15-20 days. Weather improving prospects.
- NOAP report large US June soy oil stocks. Crush margins poor.
- Declining US\$.
- Support from Canola production reductions.

August 10 MEAL SNAPSHOT:

Close 307.80	Short	Medium	Long
Trend	Sideways	Sideways	Down
Resistance	298.00	285.00	270.00
Support	290.00	254.00	240.00
	Last Week	Last Month	Last 12 Months
Historical Range	309.50 to 295.00	282.00 to 263.00	311.00 to 250.80
Change	+6.90	+28.90	N/A



TECHNICAL OVERVIEW & OUTLOOK

July contract expired near recent highs as grain and oilseed futures advance on global production concerns. August contract continues to follow on the old crop theme and will not correct until new crop harvest and supply pipeline and longer term prospects are assured. Further advances cannot be ruled out for the August contracts with corrections lower to spot and futures contracts more likely. Resistance is seen at

contract high of \$311 and support is seen around \$305 initially, with improved prospects \$295 could be seen. Global recovery is seen as slow and unable to support recent moves higher.

Range 1-2 weeks : 315.00 - 280.00 Aug10
Range Aug—Sept : 315.00 - 270.00 Jul 10
Range Aug - Dec : 240.00 - 315.00 Dec 10

		47.5% soy meal ex Brisbane prompt	565
PNW Basis FOB – 47%	NA	35% canola meal Darling Downs—prompt	375
USG Basis FOB – 48%	NA	30% sun meal Darling Downs—prompt	N/A
Brazil Basis FOB – 48%	NA	43% cotton meal—Narrabri—prompt	305
Argentine Basis FOB	NA	67% Peruvian Fish Meal ex Capital City Prompt	1950
Australian dollar—Spot rate	0.8658	Meat/Bone Meal – 50% bulk ex Brisbane-prompt	540

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