

## VEGOIL DAILY

June 05, 2006

### REFINE SOY OIL

#### SPOT MARKETS

Refined soy oil prices on physical market showed lacklustre in most of the markets on weekend. There was no fresh news in the market. Soy degum (Ready) prices was quoted at Rs 382/83 per 10 kg at Mumbai port. CIF soy prices (June Shipment) were quoted at \$ 528/ton. Prices are expected to move range bound with slightly positive sentiments in near term.

#### FUTURES MARKETS:

NCDEX refined soyoil June contract ended bit lower after choppy trading on Saturday. Prices settled marginally down Rs 0.05 at 414.00, Rs 1.65 off the high and Rs 1.90 up from the low. Prices moved in a range of 412.10-415.65 on Saturday. Government of India allowed to imports of vanaspati oil only through NAFED. Prices are expected to move range bound with moderately positive sentiments in near term.

#### PRICE DRIVERS:

##### Bullish:

1. Lower stock of soybean
2. Govt of India allowed to imports of vanaspati oil only through NAFED

##### Bearish:

1. Lower demands at retail ends
2. Huge stock of mustard seeds.
3. Expected to increase sowing acreage

#### Weather

Weather is not a factor until new crop sowings will take place.

#### TECHNICALS

MACD continued to move downtrends movement after crossing centre line, which indicates bearish sentiments. Prices closed below both the 9-days (415.34) and 18-days (417.12) EMA, which indicates slightly bearish market trend. However, %K line is moving upwards after bullish crossover to %D line in neutral region, which indicates bullish market sentiments. Candlestick formed Doji pattern, which indicates indecisive market (tug of war between sellers and buyers).



#### SUPPORT / RESISTANCES:

Contract	S1	S2	PCP	R1	R2
NCDEX June	412.60	410.80	414.00	416.10	417.70

#### TRADE RECOMMENDATION:

NCDEX Refined Soy Oil June Contract:

Buy near 412.70, target near 415.50, and put stop loss at 411.20.

#### Soybean Oil: Spot Market Prices (Rs/10Kg excluding VAT)

Centres	03.06.06	02.06.06	Change
Mumbai (Soy Ref oil)+VAT	403	403	0
Indore (Soy Ref oil)+VAT	391	390	+1
Kota (Soy Ref. Oil)+VAT	387	388	-1
Hyderabad (Soy Ref)+VAT	392	392	0
Rajkot (Soy Ref)+Tax	395	395	0

## PALM OIL

### International Market Highlights

**BMD Remains Closed on Saturday and Sunday**

### Domestic Spot Market Highlights

Palm oil prices in domestic spot market remains moved range bound with mixed sentiments in most of the markets on weekends. Palm oil prices followed soy oil prices. Both are traditional rival of each other. CPO futures on BMD were closed on Saturday. There were lack of directions in the market due to absence of fresh fundamental news. Prices are expected to move range bound with mixed sentiments in near term.

#### BMD: CPO Futures (02.06.2006)

(Ringgit/ton)

Months	Previous	Open	High	Low	Close	Change	Volume
Jun 06	1405	1405	1405	1394	1396	-9	479
July 06	1427	1427	1428	1422	1422	-5	920
Aug 06	1439	1441	1441	1435	1439	0	1796
Sep 06	1452	1453	1453	1447	1450	-2	613
Oct 06	1460	1462	1462	1457	1460	0	70

#### Palm oil – Spot Market Price

(Rs. Per 10 kg)

Centres	03.06.06	02.06.06	Change
Kandla CPO (5 % FFA)	367	367	0
Kandla RBD Palmolein +VAT	388	388	0
Mumbai RBD Palmolein +VAT	401	403	-2
Chennai RBD Palmolein +VAT	406	407	-1
Kakinada RBD Palmolein +VAT	383	383	0
Hyderabad RBD Palmolein +VAT	401	400	+1
Delhi RDB Palmolein	432	430	+2

#### Rape/Mustard oil

Mustard oil prices on domestic spot market remain displayed steady to positive market sentiments in most of the markets on weekend. Prices improved slightly in Rajasthan and Delhi market due to slight improvement in demands at retail ends on account of good weather. Today's arrivals of mustard seed were around 1500 bags in Neewai and 75,000 bags in Rajasthan (bags=85 kg). Mustard seeds prices were quoted at Rs 1530-45 in Kota and 1695 in Jaipur per quintal. Mustard oil prices are expected to move range bound with moderately positive sentiments in near term.

#### Groundnut Refine Oil

Groundnut oil prices on spot markets witnessed steady market sentiments in most of the market on Saturday amid lower demands at retail ends. Groundnut seeds were quoted at Rs 341 per 20 kg in Rajkot market. Gn oil prices declined slightly due to increased arrivals of groundnut seeds in Gujarat. Arrivals of groundnut seeds around 20000 bags in Gujarat (bag=35 Kg). GN oil prices are expected to move range bound in near term.

#### Sunflower Refine Oil

Sunflower oil prices on physical market markets showed steady to weak sentiments in most of the markets. There was no fresh fundamental news to boost up its prices. CIF (June) sunflower oil remains quoted \$ 649 per ton.

#### Cotton Refine Oil

Cotton oil prices on physical markets witnessed steady in most of the markets on Saturday amid sluggish trading activity. Cotton oil prices are expected to move range bound with positive sentiments in near term.

#### Rape Oil: Spot Market Price (Rs/10 kg)

Centres	03.06.06	02.06.06	Change
Mumbai (Exp. Oil) +VAT	395	395	0
Kota (Expeller Oil)+VAT	368	367	+1
Jaipur (Expeller Oil)+VAT	370	370	0
Delhi (Expeller Oil)	390	388	+2
Neewai (Expeller Oil) +VAT	367	365	+2

#### Groundnut Oil Spot Market Price (Rs/10 kg)

Centres	03.06.06	02.06.06	Change
Mumbai +VAT	470	470	0
Rajkot +VAT	450	452	-2
Andhra Region +VAT	472	472	0
Chennai +VAT	465	465	0
Delhi	510	510	0

#### Sunflower Refine Oil: Spot Market prices (Rs/10 Kg)

Markets	03.06.06	02.06.06	Change
Mumbai +Vat	435	435	0
Chennai +VAT	450	453	-3
Hyderabad VAT	440	440	0

#### Cotton Refine Oil: Spot Market prices (Rs/10 Kg)

Markets	03.06.06	02.06.06	Change
Mumbai +VAT	404	404	0
Hyderabad +VAT	404	404	0
Rajkot + VAT	395	395	0
Delhi	388	388	0

**PORT-WATCH (Latest):**  
**Current Vessels Positions**

Ports	Vessels	Volume (Ton)	Carrying	Status
Kandla	Rising One	3200	SBO	Arrived
	Golden Crane	6000	CPO	Expected
	Anawan	6000	SBO	Expected
	Chem Cosmos	20000	SBO	Expected
Kolkata	Vernal Grace	6000	CPO	Arrived
	Filma Satu	6200	CPO	Receiving
	Sutra Satu	7000	CPO	Expected
	Ace 1	6000	CPO	Receiving
	Yue You 801	6000	CPO	Expected
Cochin	Hua Yun 5	6000	CPO	Receiving
	Global Trader	6000	CPO	Receiving
	Rising One	3200	SBO	Expected
New Manglore	Anawan	15000	SBO	Receiving
	Global Mars	7500	CPO	Expected
Mumbai	Harsanadi	5000	Palm Oil	Expected
	Global Triton	5000	CPO	Expected
Chennai	MMM Jackson	5000	Palm Oil	Expected
	Madena	3000	Palm Oil	Expected
JN Port	Anawan	10000	SBO	Expected
	Chem Cosmos	8000	SBO	Expected
	WS Challenger	21000	SBO	Expected

**Forex Rates**

**(As on 03.06.2006)**

Country/ Continent	Currency	Value in Rupees
USA	Dollar	45.68
European Union	Euro	58.98
Japan	100 Yen	40.88
United Kingdom	Pound Sterling	85.95