

## VEGOIL DAILY

January 02nd, 2007

### REFINED SOY OIL

#### FUNDAMENTALS

Celebration mood of New Year and Id-Uz-Zuha (Bakri Id) results suspended trade activities of refined soy oil in most of the spot market. CBOT and BMD also remained closed remains unsupportive. Although, Delhi market witnessed declined soy oil prices on poor trades activities. In Rajkot, low beans arrivals helped in improved its price. Traders are expecting soy oil prices likely to remains sluggish on extended holidays mood on BMD and CBOT. The NCDEX soy oil futures witnessed speculative selling on aforesaid factors during most part of trade day.

#### PRICE DRIVERS:

1. Closure of domestic and International market.
2. Poor beans arrival
3. Weak demand

#### Weather

Fall in day temperature in the central and western parts of countries would be supportive for trade activities.

#### TECHNICALS

The filled red candlesticks with long lower shadow indicated sellers firmed during trade-session. Stochastic moved further downward after making bearish crossover. The prices stood below 9 days EMA and 18 days EMA indicated weakness. MACD is facing negative territory again after bearish crossover. Volume increased but open interest declined.



#### SUPPORT / RESISTANCES:

Contract	S2	S1	PCP	R1	R2
NCDEX-Jan	478	475	467	458	455

#### TRADE RECOMMENDATION:

NCDEX Refined Soy Oil January Contract:

**Sell Below 467;** T1 near 464, T2 463 and put stop loss at 469.

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

Centres	01.01.07	30.12.06	Change
Mumbai (Soy Ref oil)+VAT	MC	458	-
Indore (Soy Ref oil)+VAT	MC	440	-
Kota (Soy Ref. Oil)+VAT	MC	450	-
Hyderabad (Soy Ref)+VAT	MC	475	-
Rajkot (Soy Ref)+Tax	465	460	+5

## PALM OIL

### International Highlights

BMD Crude Palm oil Futures Remained Closed on Monday.

### Domestic Spot Market Highlights

Holiday mood at BMD had spill over effect at the domestic market. In Delhi, low trade activities witnessed weakness at spot prices of palm oil. Low supply from major producing countries on prevailing flood conditions is expected to push palm oil prices up in the coming days.

BMD: CPO Futures (29.12.2006)						(Ringgit/ton)	
Months	Previous	Open	High	Low	Close	Change	Volume
Jan.07	2020	2006	2016	1995	1997	-23	263
Feb.07	2040	2040	2040	1996	2000	-40	955
Mar.07	2032	2038	2040	1994	1995	-37	6613
Apr.07	2030	2037	2037	1995	1999	-31	1501
May.07	2036	2020	2027	1995	1995	-41	230

\*BMD Remains Closed on Saturday and Sunday.

### Palm oil – Spot Market Price

(Rs. Per 10 kg)

Centres	01.01.07	30.12.06	Change
Kandla CPO (5 % FFA)	MC	421	-
Kandla RBD Palmolein +VAT	MC	440	-
Mumbai RBD Palmolein +VAT	MC	460	-
Chennai RBD Palmolein +VAT	MC	470	-
Kakinada RBD Palmolein +VAT	MC	460	-
Hyderabad RBD Palmolein +VAT	MC	478	-
Delhi RDB Palmolein	460	465	-5

### Rape/Mustard oil

Spot prices of mustard oil remain weak in the spot market on poor demand. Nafed aggressiveness to empty its inventories prior to new crop had bearish impact. On aggressive mood of Nafed, mustard oil prices likely to remain steady in near-term.

### Refined Groundnut Oil

Improved demand of refined groundnut oil helped gains in Rajkot while in Delhi, sluggish trade activities results range bound prices. In Rajkot market, shelled groundnut available at Rs. 428 per 20kg on Monday. Little price improvement could be noticed in coming days on low crushing.

### Refined Sunflower Oil

Refined sunflower oil market remained closed on Monday on festival mood.

### Refined Cotton Oil

Refined cotton oil stood range bound in the spot market on weak seed arrivals in few markets with equal aggressive buying. On steady supports from other vegetable oils, its prices likely to stay range bound in coming days.

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

Centres	01.01.07	30.12.06	Change
Mumbai (Exp. Oil) +VAT	MC	465	-
Kota (Expeller Oil)+VAT	MC	430	-
Jaipur (Expeller Oil)+VAT	MC	433	-
Delhi (Expeller Oil)	462	465	-3
Neewai (Expeller Oil) +VAT	428	430	-2

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

Centres	01.01.07	30.12.06	Change
Mumbai +VAT	MC	580	-
Rajkot +VAT	565	560	+5
Andhra Region +VAT	MC	660	-
Chennai +VAT	MC	625	-
Delhi	560	560	0

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

Centres	01.01.07	30.12.06	Change
Mumbai +VAT	MC	570	-
Chennai +VAT	MC	595	-
Hyderabad +VAT	MC	585	-

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

Centres	01.01.07	30.12.06	Change
Mumbai +VAT	MC	458	-
Hyderabad +VAT	MC	465	-
Rajkot + VAT	445	445	0
Delhi	440	440	0

### Forex Rates

(As on 01.01.2007)

Country/ Continent	Currency	Value in Rupees
USA	Dollar	44.22
European Union	Euro	58.25
Japan	100 Yen	37.16
United Kingdom	Pound Sterling	86.63

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

Ports	Vessels	Volume (Ton)	Carrying	Status
Mumbai	Global Eros	11,000	Palm oil	Expected (05.01.2007)
	Fujigawa-III	10,800	Palm oil	Expected (30.12.2006)
Chennai	Venus 7	9014	CPO	Berthed (29.12.2006)
Kandla	Gemini	10,500	CPO*	Expected (31.12.2006)
	Shintuku	15,000	Palm oil	Expected (03.01.2007)
Kolkata	Shima Kaze	6,500	CPO	Arrived (29.12.2006)
Manglore	Marida Patnus	15,000	CPO	Berthed (26.12.2006)
	Nogoginy	5,000	CPO	Expected (03.01.2007)
Mundra	Theresa Jupiter	15,500	CPO	Expected (01.01.2007)
Tuticorin	Sichem Padua	5,600	Palm oil	Expected (30.12.2006)

\*with CPS and PFAD

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