

RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend continue to remain ranged. Profit taking may extend.
- ✓ 640-650 remain the relevant trading band for the price, now and drift in either direction will take it further in the respective same.
- ✓ 646-649 on the higher side is a relevant resistance zone.
- ✓ Note that, 640 is a significant support, until it sustains, bulls may bounce back, below the same, profit taking is likely to extend.
- ✓ While low risk traders may avoid trade near current juncture. Higher risk traders may play according to the levels.

Trade Recommendation-RSBO NCDEX (February)

Call	Entry	T1	T2	SL
SELL BELOW	640	637	635	644
Support & Resistance				
S2	S1	PCP	R1	R2
635	640	642.05	646	649



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price trend remain ranged. Profit taking may extend but bounce back may happen from supports.
- ✓ 560 remains the nearest reliable support on the lower side, while 570 on the higher side becomes an important resistance point.
- ✓ 560-570 becomes the current trading band for the price; drift in either direction will take it further in the respective same.
- ✓ While low risk traders may wait, high risk traders may play according to the support and resistance levels.

Trade Recommendation - CPO MCX (February)

Call	Entry	T1	T2	SL
SELL BELOW	567	564	561	571.50
Support & Resistance				
S2	S1	PCP	R1	R2
557	561	563	566	570



Veg Oil Summary

- ✚ Vegetable oil price gets ranged. Indecision in International markets creates skepticism. Rains eyed in Brazil and Argentina but effect of the same, to be derived gradually. Domestically, demand stays supportive but fluctuating as well.
- ✚ Trend in Malaysian Palm confides in weather disruptions in Malaysia but slip in exports affects otherwise. Its price walk ahead is likely to bear impact.

Port Watch

Port	Vessel Name	Volume(MT)	Commodity	Status
Kandla	Mt. Liquid Gold	12500	Palm Oil	Vessel at Anchor Awaiting Berth
	Mt. Royal Crystal 7	4000	CPO	Vessel Expected to Arrive Port
	Mt. Liquid Silver	12500	CPO	Vessel at Berth For Discharging
	Samho Sapphire	11713	CPO	Vessel Expected to Arrive Port
	Mt. Hartati	6000	Palm Oil	Vessel at Berth For Discharging
Kakinada	Mt. G S Grnad	6000	Edible Oil	Vessel Expected to Arrive Port
	Mt Amsterdam	8000	Edible Oil	Vessel Expected to Arrive Port
	Au Aries	6000	Edible Oil	Vessel at Berth For Discharging
	Palma Prima	8300	Edible Oil	Vessel at Anchor Awaiting Berth
	Mt. G.S Grand	5000	Edible Oil	Vessel Expected to Arrive Port
Chennai	Ten Rose	6250	Palm Oil	Vessel Expected to Arrive Port
	Au Aries	10880	CSFO	Vessel Expected to Arrive Port
	Royal Jasper	7000	Palm Oil	Vessel at Berth For Discharging
	Grace	12319	CSFO	Vessel Expected to Arrive Port
	Niluder Sultan	10000	CSFO	Vessel at Berth For Discharging

Fundamental Analysis:

Soy oil price remain steady to higher in the spot market. Narrow walk of BMD Malaysian Palm and CBOT Soy oil, during the day offered little directional cues to the domestic markets. Market set eyes on USDA demand and supply report, which is likely to guide the price walk further.

- Domestically, while demand for oil still remains festive driven, it also remains subject to higher price levels and fluctuates, based on that.
- Soybean arrivals in Madhya Pradesh declined to 1 lakh 50 thousand bags as compared to 2 lakh bags a day earlier. While arrival slips lower as peak season passes by. It hovered much lower, around this time of the year last year.
- Upbeat Soy meal export demand as depicted by the recent data, is a supportive factor for the Soy market. Squeezed differential between Soy oil and Palm oil, increase prospects for Soy oil imports, although better import parity is eyed.
- India doesn't have any plan to impose an import duty on crude edible oils or to raise the tax on refined edible oils as put by a senior food ministry official. India import nearly 50% of edible oil requirement.
- China, the world's largest soy buyer, imported 5.43 million tonnes of soybeans in December, down 0.9 percent from 5.48 million tonnes in November as suggested by figures from the General Administration of Customs of China. **Imports of vegetable oils in December were 790,000 tonnes, up 31.7 percent from the previous month.**
- Brazil 10/11 soy crop is in good shape. After an uneasy start of the season due to below-average rains, Brazil's 2010/11 soy crop is developing fine and could exceed last season's record output as put by the government's crop supply agency Conab. The crop, was estimated at 68.55 million tonnes, unchanged from a previous forecast.

Soy oil prices confide in better demand outlook and deteriorating Soybean arrivals along with incorporating international price trend however higher Soy crop for this season and better crush margins boost the supplies as well. Price might follow a ranged path but is likely to remain positively skewed.

- ❖ **Palm Oil price depicted mixed nature in the spot market. Mixed set of Palm Export data dodged the BMD Palm price trend.**
- ❖ MPOB Revised December Palm oil stocks and output lower, which remain a supportive development but a slip, marked in December exports, along with the same infused opposite impact.
- ❖ Exports of Malaysian palm oil products for Jan. 1-10 rose 0.75 percent to 300,250 tonnes from 298,005 tonnes shipped during Dec. 1-10 as put by cargo surveyor Intertek Testing Services. However it fell 5.7 percent to 331,655 tonnes from 351,598 tonnes shipped during Dec. 1-10 as put by another cargo surveyor Societe Generale de Surveillance. Exports to European Union slipped lower according to the data depicted by the later.

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-01-11	08-01-11	
Refined Soybean Oil	Mumbai +VAT	615	612	+3
	Indore	600	598	+2
	Rajkot + VAT	595	595	-
Palm Oil	Kandla CPO (5%FFA)	558	557	+1
	Mumbai RBD Pamolein+ VAT	590	590	-
Refined Sunflower Oil	Mumbai + VAT	705	705	-
	Chennai + VAT	720	720	-
Groundnut Oil	Mumbai + VAT	775	775	-
	Rajkot + VAT	750	745	+5
	Kota +VAT	580	580	-
Rapeseed Oil	Jaipur + VAT	592	591	+1
	Delhi	616	618	-2
Refined Cottonseed Oil	Mumbai + VAT	595	595	-
	Rajkot + VAT	590	590	-

*Indicates all paid price

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