

RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil prices witnessed mild gains.
- ✓ Prices closed above 9-day and 18-day EMA indicating bullish momentum in near and medium term.
- ✓ RSI and Stochastic are rising in neutral region supporting the gains.
- ✓ Soy oil prices are likely to move up in Tuesday's session.

Trade Recommendation-RSBO NCDEX (February)

Call	Entry	T1	T2	SL
BUY	645	650	652	642
Support & Resistance				
S2	S1	PCP	R1	R2
641	644	649	651	656



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price chart is witnessed uptrend.
- ✓ Prices closed above 9-day and 18-day EMA supporting near and medium term gains.
- ✓ RSI is rising in neutral region while stochastic is rising in oversold zone.
- ✓ CPO prices are likely to gain in Tuesday's session.

Trade Recommendation - CPO MCX (February)

Call	Entry	T1	T2	SL
BUY	554	556	558	550
Support & Resistance				
S2	S1	PCP	R1	R2
545	549	557	559	561



Veg Oil Summary

- ✚ Vegetable oil price trend remain range bound. Alike sentiment in International markets remain prevalent. While positive developments remain discounted to an extent, negative drivers remain less effective until now.
- ✚ Weather in Argentina continues to lay concerns where as Brazil soy crop early harvest starts, which may bring in negative impact as and when it takes a toll.
- ✚ Trend in Malaysian Palm confides in weather disruptions in Malaysia but remain dependant on export data, which will be a guiding force, further.

Port Watch

Port	Vessel Name	Volume(MT)	Commodity	Status
Kandla	Mt. Stx Forte	8000	Palm Oil	Vessel Expected to Arrive Port
	Mt . Ema Querida	18740	CPO	Vessel Expected to Arrive Port
	Samho Sapphire	11713	CPO	Vessel at Berth For Discharging
	Mt. ChemBulk Tortola	18000	CPO	Vessel Expected to Arrive Port
	Mt. Oceanic Coral	8000	Palm Oil	Vessel Expected to Arrive Port
	Mt.Chembulk Ulsan	5000	CPO	Vessel Expected to Arrive Port
Kakinada	Mt. G S Grnad	6000	Edible Oil	Vessel at Anchor Awaiting Berth
	Mt Amsterdam	8000	Edible OI	Vessel at Anchor Awaiting Berth
	Fair Apollon	4020	Edible Oil	Vessel Expected to Arrive Port
	Palma Prima	8300	Edible Oil	Vessel at Berth For Discharging
	Royal Japer	5000	Edible Oil	Vessel at Anchor Awaiting Berth
	Grace	4410	Edible Oil	Vessel Expected to Arrive Port
Chennai	MT.World Bridge	9600	Edible Oil	Vessel Expected to Arrive Port
	Ten Rose	6300	Palm Oil	Vessel Expected to Arrive Port
	Antonis	10880	CSFO	Vessel at Berth For Discharging
	Grace	13054	CSFO	Vessel at Berth For Discharging
	Theresa Leopard	17500	CSFO	Vessel Expected to Arrive Port
	Liquid Crystal	2000	Palm Oil	Vessel Expected to Arrive Port
	Titan Glory	8200	Palm Oil	Vessel Expected to Arrive Port

Fundamental Analysis:

Soy oil prices extended gains tracking higher international vegoil market followed by bullish supply scenario this season and strong Chinese vegoil demand ahead of its New Year.

- International developments: Initial harvesting of early soybean varieties started in Mato Grosso, Brazil but it is lagging behind last year's pace. However, China has stopped soya oil purchases from South America and the US since early December, but palm oil purchases are still witnessed.
- India's imports of the major vegetable oils, edible and inedible, declined by 13% on the year in Nov. and by 4% in Dec.
- In December, vegetable oil imports rose 12.5 percent from the previous month to 752,688 tonnes. But, in the November-December period, vegetable oil imports fell 6.7 percent from a year earlier to 1.4 million tonnes on better local oilseeds crushing as depicted by data from the Solvent Extractors' Association of India.
- World soyaoil exports increased to a *3-year high of 2.53 Mn T in Oct/Dec 2010.
- USDA Report highlights: U.S. oilseed production for 2010/11 is estimated at 100.5 million tons, down 1.2 million from last month. US soybean production revised lower to 90.61MMT for 2010/11 as compared to 91.85 MMT stated a month earlier. US soybean ending stocks projections lowered at 3.82 million tonnes for the same period vs. 4.49 million tonnes a month earlier.

Soy oil prices are likely to remain firm in near and medium term on global soy supply concerns due to crop loss in Latin America in conjunction with fall oil-palm yield due to adverse weather conditions. Besides, *rise in soyoil demand internationally is likely to support the prices at higher levels.

- ❖ Stocks of crude and processed palm oils in Malaysia declined to only a combined 1.61 Mn T as of end-Dec 2010.
- ❖ Exports of Malaysian palm oil products for Jan. 1-15 rose 3.68 percent to 589,010 tonnes from 568,127 tonnes shipped during Dec. 1-15 as put by the cargo surveyor Intertek Testing Services. The rise was recorded as result of increase in exports to European Union, where as the same to china, India & Subcontinent slipped lower in the mentioned period.
- ❖ Malaysian Palm trend may remain supported by likely better demand from China as it head towards its New Year in early February and reduction in Month on Month production but corrective dip can not be ruled out as demand stabilization become obvious at higher price levels.

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-01-11	15-01-11	
Refined Soybean Oil	Mumbai +VAT	618	620	-2
	Indore	604	602	+2
	Rajkot + VAT	600	595	+5
Palm Oil	Kandla CPO (5%FFA)	538	538	Unch
	Mumbai RBD Pamolein+ VAT	582	582	Unch
Refined Sunflower Oil	Mumbai + VAT	710	710	Unch
	Chennai + VAT	720	720	Unch
Groundnut Oil	Mumbai + VAT	760	760	Unch
	Rajkot + VAT	750	745	+5
	Kota +VAT	582	575	+7
Rapeseed Oil	Jaipur + VAT	595	585	+10
	Delhi	615	605	+10
Refined Cottonseed Oil	Mumbai + VAT	600	598	+2
	Rajkot + VAT	590	585	+5

*Indicates all paid price

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