

RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price remains range bound with positive bias. Bulls, bounce back.
- ✓ 640-655 become the trading band for the price.
- ✓ While, Short covering may lead the price higher, important resistances still prevail.
- ✓ 640, on the lower side remain an important support juncture, until it sustains bulls may be able to recoup.
- ✓ Traders may remain cautious, as negative divergence on the intraday chart prevails.

Trade Recommendation-RSBO NCDEX (February)

Call	Entry	T1	T2	SL
BUY ABOVE	650	654	658	645
Support & Resistance				
S2	S1	PCP	R1	R2
645	649	655.95	658	660



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price trend is range bound with positive bias. Indication of bounce back materialized.
- ✓ 559 becomes the nearest reliable support on the lower side, while 565 on the higher side becomes an important resistance point.
- ✓ 555-565 becomes the current trading band for the price; drift in either direction will take it further in the respective same.

Trade Recommendation - CPO MCX (February)

Call	Entry	T1	T2	SL
BUY ABOVE	558	561	564	554
Support & Resistance				
S2	S1	PCP	R1	R2
554	557	562.40	565	568



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.
- ✚ Projected Cut in Argentina's crop remain a supportive international factor however better prospect for Brazil's crop provide jitters to the market.

Port Watch

Port	Vessel Name	Volume(MT)	Commodity	Status
Kandla	Mt. Stx Forte	8000	Palm Oil	Vessel at Anchor Awaiting Berth
	Mt. Ema Querida	18740	CPO	Vessel at Berth For Discharging
	Mt. Oceanic Coral	8000	Palm Oil	Vessel at Berth For Discharging
	Mt.Chembulk Ulsan	5000	CPO	Vessel Expected to Arrive Port
Kakinada	Mt. G S Grnad	6000	Edible Oil	Vessel at Anchor Awaiting Berth
	Fair Apollon	4020	Edible Oil	Vessel at Berth For Discharging
	Earth Blue	2400	Edible Oil	Vessel Expected to Arrive Port
	MT.World Bridge	9600	Edible Oil	Vessel at Anchor Awaiting Berth
Chennai	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 at Berth For Discharging
Tuticorin	Goldern Brilliance	8008	Palm Oil	Vessel at Berth For Discharging
	Toreach Pioneer	7468	Palm Oil	Vessel at Berth For Discharging

Fundamental Analysis:

Soy oil price remain broadly higher in the spot market, tracking overseas gains and healthy demand in local spot markets. Upward move in CBOT Soy oil and Malaysian Palm remain helpful drivers on the day. Higher Crude oil price and lower dollar added to the support.

Internationally: Price trend remain driven by anticipated cuts in Argentina's production, however better prospects for Brazil's crop, offset the impact. Although China cancels some cargoes, upward revision of soy imports for January suggest otherwise.

- On the domestic front, Soy Arrivals remain steady in Madhya Pradesh on the day, however diminishing trend in the same over few weeks, remain supportive of the prices. Crush margins continue to stay negative as soared seed price weigh on the same, compared to Soy oil prices which remain contained by increasing soy supplies. Decline in YOY Vegoil imports also favor the price trend however, improvement in the same MOM offset the impact.
- India's annual vegetable oil imports in December fell 4.2 percent on high global prices, but monthly imports rose as buyers stepped up purchases ahead of Indonesia's export tax hike. The same bring in mixed impact but demand for oil still remain festive driven however it remain subject to higher price levels and fluctuate, based on that.
- International developments: Chinese buyers in late December loaded 20,000 tonnes of soy oil from Argentina, the first significant volume of imports since China lifted its ban in October, according to the commerce ministry data. No cargoes were scheduled to be loaded from the world's largest supplier in January, though there were another 20,000 tonnes with countries of origins not identified, the ministry's data showed.
- China's commerce ministry has revised upward the country's soy imports in January to 4.55 million tonnes from an earlier estimate of 3.35 million tonnes. Soy oil imports in January were seen at 128,000 tonnes, down from its earlier estimate of 168,000 tonnes while palm oil imports were seen at 216,122 tonnes, up from an earlier estimate of 141,449 tonnes, according to the ministry's figures.

Soy oil price trend is like to inhibit ranged nature. While fundamentals stay supportive, higher prices interrupts demand. Indecision in a Malaysian Palm adds to skepticism.

- ❖ **Palm oil price traded broadly higher in the spot market. Malaysian palm oil rose to a one week high. Persistent uncertainty about whether output can keep pace with robust demand, lay support beneath prices.**
- ❖ Malaysian Palm price trend remain torn between production cuts due to disruptive weather and corresponding demand which remain subject to higher price level. Cuts in production in the December month as compared to November and cuts in the stocks favor the current price trend.
- ❖ In India, Differential with Soy oil remains lower in the January till date as compared to last year which suggest, imports may get diverted to Soy oil.

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-01-11	18-01-11	
Refined Soybean Oil	Mumbai +VAT	617	616	+1
	Indore	609	608	+1
	Rajkot + VAT	600	600	-
Palm Oil	Kandla CPO (5%FFA)	548	545	+3
	Mumbai RBD Pamolein+ VAT	577	580	-3
Refined Sunflower Oil	Mumbai + VAT	710	700	+10
	Chennai + VAT	720	720	-
Groundnut Oil	Mumbai + VAT	770	770	-
	Rajkot + VAT	770	765	+5
	Kota +VAT	590	585	+5
Rapeseed Oil	Jaipur + VAT	600	597	+3
	Delhi	618	615	+3
Refined Cottonseed Oil	Mumbai + VAT	605	602	+3
	Rajkot + VAT	595	585	+10

*Indicates all paid price

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