

RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price keep correcting from the highs. Profit taking extended however price reaches near important support level.
- ✓ 650-655 becomes the immediate trading band for the price. Drift in either direction will take price further in the respective same.
- ✓ While, weakness is likely to intensify below 650, until it prevails, some bounce back may happen, until higher resistances.
- ✓ 655-660 on the higher side is an acting resistance.

Trade Recommendation-RSBO NCDEX (February)

Call	Entry	T1	T2	SL
SELL BELOW	654	651	648	659
Support & Resistance				
S2	S1	PCP	R1	R2
645	648	651.20	655	659



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price trend remain range bound with weak bias. Little bounce back may happen, resistances are likely to act.
- ✓ 561 remains the nearest reliable support on the lower side, while 572 on the higher side persist to be another important resistance point.
- ✓ 560-565 becomes is the broad 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
SELL BELOW	568	564	561	572
Support & Resistance				
S2	S1	PCP	R1	R2
556	561	564.80	571	575



Veg Oil Summary

- ✚ Vegetable oil price trend become ranged. Cool off from the highs remain part as higher prices restrict domestic demand and with major festivity out of the way along with easing winters, slow down looks likely. Higher crushing lead to improved supplies as well.
- ✚ Internationally, positive prospects for Brazil's Soy crop and rains in the forecast for Argentina play triggers for a ease off while positive developments stay discounted.

Port Watch

Port	Vessel Name	Volume(MT)	Commodity	Status
Kandla	Mt. Feng Hai 11	8000	Palm Oil	Vessel Expected to Arrive Port
	Mt. Stx Forte	8000	Palm Oil	Vessel at Anchor Awaiting Berth
	Mt. Global Challenge	15500	CPO	Vessel at Berth For Discharging
	Mt. Ms Simon	10500	CDSBO	Vessel at Anchor Awaiting Berth
	Mt. Wildebeest	18000	CDSBO	Vessel Expected to Arrive Port
Kakinada	Mt. G S Grnad	6000	Edible Oil	Vessel at Anchor Awaiting Berth
	Au Leo	14250	Edible Oil	Vessel Expected to Arrive Port
	Earth Blue	2400	Edible Oil	Vessel at Anchor Awaiting Berth
	MT.World Bridge	9600	Edible Oil	Vessel at Berth For Discharging
	Paran Chemi	2500	Edible Oil	Vessel at Anchor Awaiting Berth
	Bluegreen Tigre	7067	Edible Oil	Vessel at Anchor Awaiting Berth
	Asian Glory	8609	Edible Oil	Vessel Expected to Arrive Port
	Feng Hai	4500	Edible Oil	Vessel Expected to Arrive Port
Chennai	Ten Rose	6300	Palm Oil	Vessel at Berth For Discharging
	Samho Crystal	9170	CSFO	Vessel at Berth For Discharging
	Torm Helvig	10000	CSFO	Vessel at Anchor Awaiting Berth
	Feng Hai 13	3000	Palm Oil	Vessel Expected to Arrive Port
	Taurus	4000	CPO	Vessel at Berth For Discharging

Fundamental Analysis:

Soy oil prices traded broadly lower in the spot market. Weakness in Malaysian Palm affected the sentiment on the day however neither bulls nor bears remain in majority which led to inherent indecision. Bounce back in CBOT Soy prices; remain driven by ongoing Chinese Soy purchases and outside market factors which also helped in containing the loss.

Market driver: Ideas that South America weather is improving right into the more critical pod-setting stage in Argentina is seen as a negative force.

- Rains seen saving some drought-hit Argentine soy: Heavy rains this week brightened prospects for soy crops in Argentina's main farming belt, allowing plants to recover from dryness caused by the La Nina weather phenomenon.
- Domestically Soy demand which remain subject to higher prices, tend to fluctuate based on that. Crush margins which remain negative, continue to act as another restriction. Soy crushing which has been done until now, give rise to improved soy oil supplies which again remain a limiting factor for the price that remain desperate for a cool off, to match the domestic fundamentals, as they were aggravated mostly by international push.
- In India, Soybean earlier Production projection remain to be 10.1 million tonnes for 2010-11 however sea of India stated it lower at 9.3 million tonnes. Given the same and estimated beginning stocks of 1.4 million tonnes, both supplies and ending stocks are projected to rise marginally from the last year, however the same will still be the higher levels.
- Global edible oil production is projected to rise by 4.61 percent in 2010-11 whereas consumption growth is projected to outpace the same and remain around 6.21 percent; the same along with lower beginning stocks for 2010-11 is likely to draw down stocks. This anticipated development in figures may aggravate, given the unstable weather scenario in South America and Malaysia, which pose a threat to supplies.

Soy oil price trend is likely to project ranged nature. Lower imports and diminished soy arrivals stay supportive however improvement in availability of the same due to higher production and improved crushing may bear offsetting impact. Palm oil price trend which inhibit medium term strength may head for a breather and affect soy oil as a result.

- ❖ **Palm oil price remain broadly higher in the spot market. Malaysian palm oil futures rebounded on Thursday from one-week lows hit the previous day, buoyed by stronger demand ahead of Lunar New Year but gains could not hold well.**
- ❖ Exports of Malaysian palm oil products for Jan 1-25 rose 5.7 percent to 1,060,952 tonnes from 1,003,459 tonnes shipped during Dec 1-25 as put by cargo surveyor Intertek Testing Services. Another Surveyor cargo surveyor Societe Generale de Surveillance reported exports of Malaysian palm oil products for Jan 1-25 down 2.1 percent to 1,017,913 tonnes from 1,040,145 tonnes shipped during Dec 1-25. According to data reported by this surveyor, export to European Union, China, US and India slipped lower in the same period as compared to last month. Exports to Pakistan showed improvement however.

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-01-11	25-01-11	
Refined Soybean Oil	Mumbai +VAT	640	640	-
	Indore	616	620	-4
	Rajkot + VAT	615	615	-
Palm Oil	Kandla CPO (5%FFA)	562	560	+2
	Mumbai RBD Pamolein+ VAT	605	605	-
Refined Sunflower Oil	Mumbai + VAT	725	725	-
	Chennai + VAT	715	710	+5
Groundnut Oil	Mumbai + VAT	770	770	-
	Rajkot + VAT	750	760	-10
	Kota +VAT	592	595	-3
Rapeseed Oil	Jaipur + VAT	602	605	-3
	Delhi	618	618	-
Refined Cottonseed Oil	Mumbai + VAT	620	625	-5
	Rajkot + VAT	600	605	-5

*Indicates all paid price

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