

RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil chart reveals range-bound movement in the prices.
- ✓ Prices closed above 9-day and 18-day EMA indicating bullish momentum in near and medium-term.
- ✓ RSI is rising in neutral region while stochastic is easing in oversold zone.
- ✓ Soy oil prices are likely to gains in Tuesday's session.

Trade Recommendation-RSBO NCDEX (February)

Call	Entry	T1	T2	SL
BUY	>654	659	661	651
Support & Resistance				
S2	S1	PCP	R1	R2
647	652	658.65	663	668



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO chart reveals buying interest in the market.
- ✓ Prices closed above 9-day and 18-day EMA supporting gains in near and medium-term.
- ✓ RSI is rising in neutral region while stochastic is easing in neutral region.
- ✓ CPO prices are likely to rise in Tuesday's session.

Trade Recommendation - CPO MCX (February)

Call	Entry	T1	T2	SL
BUY	>571	576	578	568
Support & Resistance				
S2	S1	PCP	R1	R2
567	568	575.1	577	580



Veg Oil Summary

- ✚ Vegetable oil price trend remain range-bound. 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 at Anchor Awaiting Berth
	Mt. Stx Fort	8000	Palm Oil	Vessel at Anchor Awaiting Berth
	Mt. Argent Hibiscus	1800	CPO	Vessel Expected to Arrive Port
	Mt. Ms Simon	10500	CDSBO	Vessel at Berth For Discharging
	Mt. Wildebeest	18000	CDSBO	Vessel Expected to Arrive Port
	Mt. Taurus	8000	Palm Oil	Vessel Expected to Arrive Port
Kakinada	Bluegreen Tigre	7067	Edible Oil	Vessel at Berth For Discharging
	Feng Hai	4500	Edible Oil	Vessel Expected to Arrive Port
	Ubt Ocean	3560	Edible Oil	Vessel Expected to Arrive Port
Chennai	Samho Crystal	12080	CSFO	Vessel at Berth For Discharging
	Feng Hai 13	3928	Palm Oil	Vessel at Berth For Discharging
	Java Palm	8000	Palm Oil	Vessel at Anchor Awaiting Berth
Mumbai	Global Challenge	3000	Palm Oil	Vessel at Anchor Awaiting Berth
Tuticorin	Global Themis	6000	Palm Oil	Vessel Expected to Arrive Port

Fundamental Analysis:

Soy oil prices witnessed steady to firm sentiments in key cash markets Monday. Higher international vegoil markets followed by bullish supply scenario remained positive factors for the local vegoil market.

International development: In Argentina, farmer's strike has stopped 20 ships from loading, threatening exports from one of the world's biggest food suppliers. The strike has paralyzed soy-crushing plants and port terminals in the northern Rosario area, early Brazil soy yields show no La Nina effects.

- Robust overseas demand in Indian soymeal and supportive global vegoil market pushed up the domestic oil prices in recent days.
- China is estimated to have purchased 4.79 million tonnes of soy in January, upping its forecast from 4.55 million tonnes previously.
- China's February imports were forecast at 2.73 million tonnes.
- Globally, Soybean prices had already strengthened considerably, and growing concerns over new-crop conditions in Argentina have only added to that momentum. Also contributing to the bullish price movement is market sentiment that soybeans may have difficulty gaining acreage next spring against other crops (particularly corn). Anticipations that, higher prices might belittle demand suggest some stabilization might be in store.
- The soybean crop prospects improved in South America with recent rains in South America the crop, market remain bothered about improvement in the crop conditions there and the same add jitters.

Soy oil price trend is likely to remain uptrend in near and medium-term. 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 prices in domestic markets gained tracking higher BMD CPO Monday.

- ❖ 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.
- ❖ China's Palmoil imports in January were seen at 180,194 tonnes with February imports lower at 120,302 tonnes
- ❖ World Palm Oil Production is projected to rise to 47.91 million tonnes in 2010-11 as compared to 44.82 million tonnes in 2009-10, however consumption is seen catching up to 48.20 million tonnes in 2010-11 as compared to 44.69 million tonnes in 2009-10. The later is seen rising at a higher pace, which stands as a supportive factor.

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		31-01-11	29-01-11	
Refined Soybean Oil	Mumbai +VAT	630	630	Unch
	Indore	612	611	+1
	Rajkot + VAT	615	610	+5
Palm Oil	Kandla CPO (5%FFA)	565	558	+7
	Mumbai RBD Pamolein+ VAT	-	600	-
Refined Sunflower Oil	Mumbai + VAT	725	725	Unch
	Chennai + VAT	715	715	Unch
Groundnut Oil	Mumbai + VAT	765	765	Unch
	Rajkot + VAT	730	735	-5
	Kota +VAT	582	582	Unch
Rapeseed Oil	Jaipur + VAT	592	594	-2
	Delhi	595	600	-5
Refined Cottonseed Oil	Mumbai + VAT	615	612	+3
	Rajkot + VAT	600	600	Unch

*Indicates all paid price

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