

RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend gets optimistic. Price reach near recent peak, inhibit caution at higher levels.
- ✓ 660-675 becomes the immediate trading band for the price. Drift in either direction will take price further in the respective same.
- ✓ While, knee jerk reaction near recent peak remain an open possibility, dips are likely to remain useful for the longs.
- ✓ 675 on the higher side is an acting resistance.

Trade Recommendation-RSBO NCDEX (February)

Call	Entry	T1	T2	SL
BUY ABOVE	662	666	669	657
Support & Resistance				
S2	S1	PCP	R1	R2
656	662	666.70	669	673



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price stay in uptrend. Bulls march ahead.
- ✓ 584 remains the nearest reliable support on the lower side, while 590 on the higher side persist to be important resistance point.
- ✓ 584-590 becomes 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
BUY ABOVE	584	587	590	579
Support & Resistance				
S2	S1	PCP	R1	R2
580	584	588.00	571	575



Veg Oil Summary

- ✚ Vegetable oil price trend remain optimistically skewed. Correction remains hindered as positive developments in the international market, resurrects strength in the same, thus providing the same to us. Severe rains in Malaysia disrupt production activity which aggravates supply concerns. However, possibility of correction is not ruled out, altogether as higher prices are bound to come in the way of demand.

Port Watch

Port	Vessel Name	Volume(MT)	Commodity	Status
Kandla	Mt. Feng Hai 11	8000	Palm Oil	Vessel at Berth For Discharging
	Mt. Argent Hibiscus	1800	CPO	Vessel at Anchor Awaiting Berth
	Mt. Wildebeest	18000	CDSBO	Vessel Expected to Arrive Port
	Mt. Taurus	8000	Palm Oil	Vessel Expected to Arrive Port
Kakinada	Asian Glory	8609	Edible Oil	Vessel at Berth For Discharging
	Feng Hai	4500	Edible Oil	Vessel at Anchor Awaiting Berth
	Ubt Ocean	3560	Edible Oil	Vessel at Anchor Awaiting Berth
	Cm Maya	8000	Edible Oil	Vessel Expected to Arrive Port
Chennai	Cf Zachery	7000	CPO	Vessel Expected to Arrive Port
	Fair Apollon	3500	Palm Oil	Vessel Expected to Arrive Port
	Java Palm	8000	Palm Oil	Vessel at Berth For Discharging
	Sun Bridge	3500	Palm Oil	Vessel Expected to Arrive Port
	Titan Glory	3050	Palm Oil	Vessel Expected to Arrive Port
	Global Themis	4000	Palm Oil	Vessel Expected to Arrive Port
Mumbai	-	-	-	-

Fundamental Analysis:

Domestic soy markets gain back strength again, driven by international markets, which resurrect once again. Lower arrivals on the day also provided support. Further, strike at Argentina Ports may further restrict Indian Imports that furthered optimism. Amidst other factors: A sharp break in the US dollar stays supportive, while a little ease off in the crude oil price could do no harm.

- Going forward, internationally, global soy oil consumption is likely to rise above production in the current season with Chinese and European demand remaining strong. China's Oct. 2010/Sept. 2011 soy oil imports are forecast to rise to 1.67 million tonnes from 1.51 million tonnes in the same year-ago period. The same stay supportive however grown up prices will continue to counter the demand and thereby will disrupt the price rally ahead.
- On the domestic front, Soybean arrivals plunged further 50 thousand bags in Madhya Pradesh region as compared to level of 1 lakh 10 thousand bags a day earlier. Hindrance in the same was noticed due to Amavasya.
- India's Soy oil Imports may find a boost amidst developing parity as international price ease at a higher rate when compared to domestic prices. Also its differential with Palm continues to stay lower as compared to last year, which further remains supportive of the same. The same may lead to month on month increase in the same but at the same time with decent domestic crushing being done, supplies already remain higher on the other hand demand may remain sluggish at higher price levels and with easing winter and festive season. Conclusively, the later may moderate the imports.
- 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.

Soy oil price trend is likely to stay optimistic, given the rebuilt global optimism. Lower imports and diminished soy arrivals also stay supportive however improvement in availability of the same due to higher production and improved crushing may bear offsetting impact. Strength in Malaysian Palm is likely to stay a major inspiration for the direction ahead.

Palm oil price surged higher in the spot market. Malaysian palm oil futures rose to a three-year high, as output jitters buoyed prices in the wake of flooding in key plantations areas and comparative vegetable oil supplies were hit by strike action.

- ❖ Exports of Malaysian palm oil products in January fell 4.6 percent to 1,202,368 tonnes from 1,260,713 tonnes shipped in December a put by cargo surveyor SGS. Exports to all the major destinations slipped lower in the month in question when compared to the last year.
- ❖ 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
		02-02-11	01-02-11	
Refined Soybean Oil	Mumbai +VAT	645	630	+15
	Indore	621	615	+6
	Rajkot + VAT	615	615	-
Palm Oil	Kandla CPO (5%FFA)	582	572	+10
	Mumbai RBD Pamolein+ VAT	605	595	+10
Refined Sunflower Oil	Mumbai + VAT	730	725	+5
	Chennai + VAT	720	715	+5
Groundnut Oil	Mumbai + VAT	760	760	-
	Rajkot + VAT	730	710	+20
	Kota +VAT	590	585	+5
Rapeseed Oil	Jaipur + VAT	597	593	+4
	Delhi	605	597	+8
Refined Cottonseed Oil	Mumbai + VAT	620	617	+3
	Rajkot + VAT	610	600	+10

*Indicates all paid price

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