

RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soyoil chart reflects selling pressure in the market.
- ✓ The prices closed below 9-day and 18-day EMA indicating weakness in near and medium-term.
- ✓ RSI and stochastic are easing in neutral region.
- ✓ Soyoil prices are likely to ease in Tuesday's session.

Trade Recommendation-RSBO NCDEX (February)

Call	Entry	T1	T2	SL
SELL	<665	660	658	668
Support & Resistance				
S2	S1	PCP	R1	R2
645	648	651.6	660	663



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price witnessed side-ways move in the prices.
- ✓ Prices closed above 9-day and 18-day EMA reflecting weakness in near and medium-term.
- ✓ RSI is easing in neutral region while stochastic is easing in overbought zone.
- ✓ The CPO prices are likely to ease in Tuesday's session.

Trade Recommendation - CPO MCX (February)

Call	Entry	T1	T2	SL
SELL	<589	586	584	591
Support & Resistance				
S2	S1	PCP	R1	R2
580	584	585	590	593



Veg Oil Summary

- ✚ Vegetable oil price trend remain optimistic. 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

Vessel	Port	Month	Quantity (MT)	Commodity	ETA	ETB	Year	Activity
Global Themis	Tuticorin	February	6,000	Palm Oil	1/2/2011	3/2/2011	2011	Discharge
Mt.Argent Hibiscus	Kandla	February	1,800	CPO	30/01/2011		2011	Discharge
Mt.Wildebest	Kandla	February	18,000	CDSBO	3/2/2011		2011	Discharge
Mt. Taurus	Kandla	February	8,000	Palm Oil	3/2/2011		2011	Discharge
AU Leo	kakinada	February	14,250	Edible Oil	25/01/2011	31/01/2011	2011	Discharge
Feng Hai	kakinada	February	4,500	Edible Oil	29/01/2011		2011	Discharge
Ubt Ocean	kakinada	February	3,560	Edible Oil	29/01/2011		2011	Discharge
Gs Grand	kakinada	February	6,000	Edible Oil	1/2/2011		2011	Discharge
Cm Maya	kakinada	February	8,000	Edible Oil	3/2/2011		2011	Discharge
Fair Pigasos	kakinada	February	5,000	Edible Oil	5/2/2011		2011	Discharge
Titan Glory	Krishnapatnam	February	5,051	Edible Oil	4/2/2011		2011	Discharge
Sun Bridge	Krishnapatnam	February	6,000	Edible Oil	4/2/2011		2011	Discharge
Angel No. 1	Haldia	February	7,200	CPO	26/01/2011	27/01/2011	2011	Berth for discharging
Torm Helving	Haldia	February	16,000	CDSBO	29/01/2011	31/01/2011	2011	Berth for discharging
Green Chemi	Haldia	February	1,997	CPO	1/2/2011		2011	Discharge
Java Palm	Haldia	February	8,000	CPO	1/2/2011		2011	Discharge
Sun Bridge	Chennai	February	3,500	Palm Oil	1/2/2011	2/2/2011	2011	Berth for discharging
Titan Glory	Chennai	February	3,050	Palm Oil	3/2/2011	3/2/2011	2011	Berth for discharging
Cf Zachary	Chennai	February	7,000	CPO		2/2/2011	2011	Discharge
Fair Apollon	Chennai	February	3,470	Palm Oil	5/2/2011		2011	Discharge

Fundamental Analysis:

Soyoil prices witnessed steady to weak tone in sync with local soybeans. Weak buying in the cash market and fall in Malaysian palm oil remained negative factor for the local soyoil market.

- Global trend driving factor: World Vegetable oil demand is suffering from high prices primarily in the European biofuels sector. We estimate the growth in world consumption of the 8 major vegetable oils at 5.5-5.6 Mn T in Oct/Sept 2010/11, significantly less than expected earlier and down from 6.4 Mn T the year before....
- US Veg oil stocks are projected to dip 18.88 percent in 2010-11 with also a projected decline in the total Veg oil output by 1.79% YOY. The anticipated withering of the stocks bear impact on the medium term trend of the market.
- In India, on the basis of Kharif sowing, major production shifts are seen for Ground nut and Soybean crop, which contribute to higher anticipated oilseed production. The corresponding oil availability is likely to be affected due to that. Total oil availability from kharif produce, is projected at 55.37 lakh tonnes.
- 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.
- 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.
- Latest, US Weekly Net oil sales came in at 5,000 metric tonnes which was below trade expectations as there was a cancellation of 30,700 tonnes to unknown destination. Cumulative soybean oil sales stand at 85.7% of the USDA forecast for 2010/2011 (current) marketing year versus a 5 year average of 41.5%.

Soy oil price trend is likely to stay range bound. Lower imports until now in the season and diminished soy arrivals 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 traded higher in the spot market. Malaysian palm oil markets however deny cues as they are to remain closed until Feb 7 for Lunar New Year.

- ❖ Good demand in palm oil in local markets remained supportive factor for the .
- ❖ Palm oil imports in India, witnessed an increase of 2.89% in December 2010 as compared to same month last year, the same may find continuity as purchases might pace up, ahead of implementation of proposed hike of Indonesia's export tax hike in February, however lower differential with Soy oil may offset part of the same.

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		07-02-11	05-02-11	
Refined Soybean Oil	Mumbai +VAT	635	635	Unch
	Indore	611	615	-4
	Rajkot + VAT	625	625	Unch
Palm Oil	Kandla CPO (5%FFA)	581	586	+5
	Mumbai RBD Pamolein+ VAT	613	610	+3
Refined Sunflower Oil	Mumbai + VAT	715	715	Unch
	Chennai + VAT	715	715	Unch
Groundnut Oil	Mumbai + VAT	765	765	Unch
	Rajkot + VAT	740	750	-10
	Kota +VAT	585	590	-5
Rapeseed Oil	Jaipur + VAT	595	600	-5
	Delhi	605	602	+3
Refined Cottonseed Oil	Mumbai + VAT	622	618	+4
	Rajkot + VAT	625	610	+15

*Indicates all paid price

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