

RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend remain ranged. Neither bulls nor bears show conviction. Rest of the scenario has barely shifted.
- ✓ 665-675 becomes the trading band for the price. Recovery from around supports may continue, but significant resistances lay ahead.
- ✓ 660 level on the lower side hold a lot of importance, while correction may extend below the same, until it sustains (on closing basis), bulls may be able to keep medium term trend.
- ✓ Low risk traders may wait for the confirmed move, however highs risk takers may follow the levels for the trade.

Trade Recommendation-RSBO NCDEX (March)

Call	Entry	T1	T2	SL
SELL BELOW	667	665	662	672
Support & Resistance				
S2	S1	PCP	R1	R2
662	665	668.90	673	675



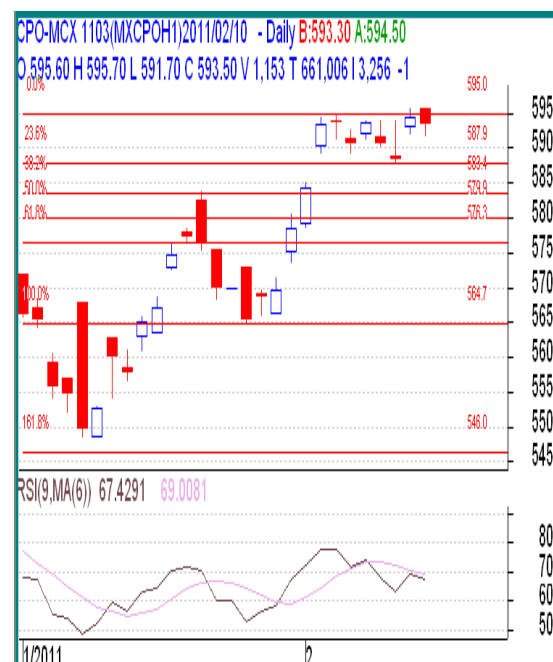
CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price trend continue to remain range bound with positive bias. Price hover near recent peak.
- ✓ 590 remains the nearest reliable support on the lower side, while 596-598 on the higher side becomes to be important resistance zone.
- ✓ 590-596 becomes the broad trading band for the price; drift in either direction will take it further in the respective same.

Trade Recommendation - CPO MCX (March)

Call	Entry	T1	T2	SL
WAIT	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
585	591	593.50	596	598



VESSEL	PORT	QUANTIT Y(MT.)	EDIBLEOIL	ETA	ETB	ETC	ACTIVITY
February Edible Oil Shipment							
Oriental Kerria	Mumbai	1,000	Veg Oil	5/2/2011			Load
Mt. Gemini	Kandla	27,500	CPO	12/2/2011			Discharge
Mt.Wildebest	Kandla	18,000	CDSBO	3/2/2011			Discharge
Mt. Taurus	Kandla	8,000	Palm Oil	3/2/2011	7/2/2011	9/2/2011	Vessel at berth for discharging
Mt. Golden Dynasty	kandla	7,200	CPO	7/2/2011			Discharge
MT. Dongbu Promy 2	Kandla	7,200	CPO	12/2/2011			Discharge
Theresa Taurus	kakinada	16,024	Edible Oil	8/2/2011			Discharge
Cm Maya	kakinada	8,000	Edible Oil	3/2/2011	8/2/2011	10/2/2011	Discharge
Fair Pigasos	kakinada	5,000	Edible Oil	5/2/2011			Discharge
Sun Bridge	Krishnapa tnam	6,000	CPO	4/2/2011	5/2/2011	7/2/2011	Vessel at berth for discharging
Cf Zachery	Haldia	9,204	CPO	12/2/2011			Discharge
Ms Simon	Haldia	10,264	CDSBO	7/2/2011	7/2/2011	9/2/2011	Discharge
Bw Hudson	Haldia	17,791	CDSBO	14/02/201 1			Discharge
Global Themis	Chennai	4,000	Palm Oil	7/2/2011			Discharge
World Bridge	Chennai	4,500	CPO	8/2/2011			Discharge
Senmar Sernade	Cochin	10,200	Palm Oil	6/2/2011	6/2/2011	8/2/2011	Vessel at berth for loading
Edible Oil Shipments for Feb 11		639,087					
Edible Oil Imports for Dec 2010		730,194					

Veg Oil Summary

***Vegetable oil price trend continue to remain ranged. Indecision in global markets add to the skepticism as positive fundamental developments remain discounted and demand gets subject to higher prices.**

***The USDA Supply/demand report was considered neutral; however no reported, negative development, remain supportive of the market.**

Soy oil price persistently depict mixed trend in the spot market. Demand remains thin at higher levels and Indecision in global markets amidst discounted developments act a hindrance for the price growth. Choppy walk by Malaysian Palm also added to the sentiment.

- **USDA Demand Supply Report Analysis:** US has kept majority of the projections unchanged in February 2011, in its latest demand and supply report. However, Soy oil stocks have been revised lower by 3.31% to 1.17 million tonnes for 2010-11 as compared to 1.21 million tonnes stated a month earlier. The same is on the basis of upward revision in exports of the same by 3.25% in Feb.
- US Domestic Soy crush is projected to decline 5.52% in 2010-11 which is likely to result in 3.15% decline in soy oil Production, which contribute to lower soy oil supplies and this combine with 7.78% rise in soy oil domestic use pave way for 23.03% projected decline for soy oil stocks in 2010-11.
- While month on month projections were depicted unchanged for china, imports projections remain surged by 13.23% in 2010-11 as compared to 2009-10. Major demand remain shifted towards US, which contribute to a projection of 5.92% rise in US Soy exports.

US Soy Oil	2009-10	2010-11(Jan)	2010-11(Feb)	YOY % Change	MOM % Change
Beginning Stocks	1.3	1.52	1.52	16.92	-
Production	8.9	8.62	8.62	-3.15	-
Imports	0.05	0.05	0.05	-	-
Domestic Use	7.2	7.76	7.76	7.78	-
Exports	1.52	1.23	1.27	-16.45	3.25
Ending Stocks	1.52	1.21	1.17	-23.03	-3.31

- **Market Impact:** The Report bear a neutral impact as MOM revisions majorly remain steady and lower market remain aware of lower stock revisions. Lower revision for Argentina's crop and higher revision for Brazil's crop offset impact.
- **On the Domestic front:** Edible oil shipments in February hover near 639087 out of which 46520 tonnes are the shipments at Chennai port. The current stock of edible oil (Palm oil, soy oil and sunflower oil) at Chennai ports are 10000 tonnes as per data gathered from market sources, the rest of the stock remain consumed.
- Indian Import parity situation: Soy oil Imports from Argentina and Brazil remain expensive whereas imports appear affordable from US, as recent ease in FOB price, contributes in improving import parity from the later destination. Although, Dollar has eased in the last couple of days, the same has not made significant impact as it has depicted strength, since it fell to the recent lowest levels. However, comparative Improvement in FOB prices of Argentina and Brazil during past several days has made imports expensive.
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 mixed in the spot market. Malaysian Palm oil market shed weight during the day which weighed on the domestic prices.**
- Exports of Malaysian palm oil products for Feb. 1-10 rose 45.7 percent to 437,479 tonnes from 300,250 tonnes shipped during Jan. 1-10 as put by cargo surveyor Intertrek Testing Services.
- Malaysia's January palm oil stocks dropped to a six-month low, below market expectations as exports outpaced production that was hit by heavy rains and floods. As depicted by The Malaysian Palm Oil Board data, stocks fell 12.2 percent to 1.42 million tonnes from December, beating expectations for a decline of 10.2 percent forecast in a Reuters survey.

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-02-11	09-02-11	
Refined Soybean Oil	Mumbai +VAT	635	635	-
	Delhi (Loose)	650	650	-
	Indore (Loose)	612	609	+3
	Kota(Loose)	625	621	+4
	Hyderabad+VAT	650	650	-
	Jaipur(Loose)	628	624	+4
	Rajkot(Loose)	630	635	-5
	Akola(Loose)		652	
	Amrawati(Loose)		652	
	Haldiya Port(Loose)	661	651	+10
	Jalna		653	
	Kakinada	661	656	+5
	Nagpur		656	
	SoyDegumKandla/Mundra+VAT	615	615	-
Palm Oil	Soy Degum Mumbai+VAT	615	615	-
	Kandla CPO (5%FFA)	585	585	-
	Kandla RBD Palmolein +VAT	605	600	+5
	Chennai RBD Palmolein (Loose)	620	625	-5
	Kakinada RBD Palmolein (Loose)	615	615	-
	Mumbai RBD Pamolein+ VAT	612	614	-2
	Hyd. RBD Palmolein VAT	650	650	-
	Delhi RBD Palmolein (Loose)	640	640	-
	Hyderabad Exp +VAT	750	750	-
Refined Sunflower Oil	Bellary (Exp. Oil)+VAT	-	653	-
	Chellakere (Exp. Oil)+VAT	-	654	-
	Erode (Exp. Oil)+VAT	720	720	-
	Latur (Exp. Oil)+VAT	671	671	-
	Kandla/Mundra	680	675	+5
	Mumbai + VAT	715	710	-10
	Chennai (Loose)	715	715	-
Groundnut Oil	Hyderabad +VAT	750	750	-
	Chennai (Loose)	710	710	-
	Delhi (Loose)	770	770	-
	Gondal+VAT	760	755	+5
	Jamnagar +VAT	765	760	+5
	Narsarropeth+VAT	681	681	-
	Prodattour+VAT	691	681	+10
	Mumbai + VAT	765	765	-
	Rajkot (Loose)	765	760	+5
	Alwar (Expeller Oil)(Loose)	596	591	+5
	Sri Ganga Nagar(Exp Oil-Loose)	591	591	-
	Delhi (Exp. Oil) (Loose)	605	605	-
Rapeseed Oil	Jaipur (Expeller Oil) (Loose)	592	592	-
	Kota (Expeller Oil) (Loose)	585	585	-
	Mumbai (Exp. Oil) +VAT	624	625	-1
Refined Cottonseed Oil	Mumbai +VAT	625	620	+5

OIL COMPLEX-VEGETABLE OIL

February 11, 2011

	Hyderabad (Loose)	630	630	-
	Rajkot (Loose)	635	630	+5
	Delhi (Loose)	590	590	-
Malaysia Palmolein USD/MT	FOB (Oct)	1342	1325	+17
	CNF (Oct) - India	1373	1355	+18
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1303	1285	+18
	CNF (Oct) - India	1333	1315	+18
Argentina FOB (\$/MT)				
Soybean Oil Ship(Sep)	Feb/Mar	1326	-	-
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1372	-	-
Sunflower Oil Ship(Sep)	Feb/Mar	-	-	-
Cottonseed Oil Ship(Sep)	Feb/Mar	1306	-	-
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1346	-	-

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