

#### Veg Oil Summary

- Vegetable oil price trend remain negatively skewed, ranged walk may intervene. International price loose strength at higher levels amidst lack of positive drivers. Pick up in Brazil's harvest, likely drift in China's Soy imports in February may play draggers. Weakness in Malaysian Palm is likely to contribute to the sentiment. Domestically, Lower Soy Imports and arrivals, however may bring in little offsetting impact.

Soy oil price remain broadly lower in the spot market. Weakness in Malaysian Palm on sluggish Palm export progress and China's interest rate moves play dampeners on the international front and affect us alike. Improved availability and sluggish demand at higher price level remain negative drivers. Improving Soy Oil Import Parity situation indicate a likely increase in the same, ahead.

- Edible Oil Stocks at Chennai port hover near 8000 tonnes as on 21 February 2011, the same were lower by 2000 tonnes, reported until 05 February 2011. Edible total imports until in Oil year 2010-11(Nov-Feb (till date) remain at 2457047 tonnes.
- Import parity situation has altered, after the recent downward drift in the international prices. Soy Oil Imports remain viable from US as the lowered FOB rate lead to downward shift in the landed cost where as domestic price stay comparatively higher. While spread (Landed cost-Domestic cost) also gets reduced to \$17.09 as on 18 February 2011 as compared to \$28.59 until 07/02/2011.

Edible Oil Position at Chennai Port	Quantity in MT
Vessel Line Up in Feb till date	45,320
Chennai Port Stocks	8000
Consumed	37,320

Soy Oil Landed cost calculation as on (18/02/2011)	Argentina	Brazil	US
FOB USD per ton	1285.85	1252	1184.75
CIF USD per ton	1350.85	1314.52	1246.59
Total landed cost INR per ton	61924.59	60272.44	57182.81
Total landed cost USD per ton	1370.32	1333.76	1265.39
Domestic Market price INR per ton in Kandla (Soy degum)	59500	59500	59500
USD per ton	1316.66	1316.66	1316.66
Spread(Landed Cost-Domestic cost)	53.65	17.09	-51.28

Palm oil price depicted mixed trend in the spot market. Malaysian palm oil futures fell to a one-month low on Monday on concerns demand from China may slow after the government moved to drain cash from the economy and rein in high inflation.

- Exports of Malaysian palm oil products for Feb. 1-20 fell 3.2 percent to 825,180 tonnes from 852,607 tonnes shipped during Jan. 1-20, cargo surveyor Intertek Testing Services said on Monday. Exports to European Union, India and sub continent declined in the given period while exports to China surged higher in the same period vs. last month.
- Malaysian Palm Oil Production, exports and ending stocks witness a drift in Jan 2011, both on Month on Month basis and Year on Year. The effect of the same remain discounted to an extent but given the continuous adverse weather in Malaysia/Indonesia, this situation may continue in the upcoming monthly figures and the same may provide support to the prices at lower levels. However the impact of the monthly reductions is yet not directed to the yearly projections for 2010-11 which continue to suggest the increase in the output despite the monthly drifts. Figures in the given tables are in Million Tonnes).
- Palm spread (Landed cost-Domestic cost), bear a significant impact on its imports. CPO Imports drift lower in Jan 2011 as monthly average spread hover at the higher level around \$ 60 per Metric Tonne. Imports may continue to drift lower until average monthly spread slips below \$ 30 as after the same happened last year same time, CPO Imports found a significant boost.

#### NCDEX RSBO (Refined Soybean Oil)

##### Technical Analysis:

- ✓ Soy oil price trend may get ranged. Bears to have an upper hand until 665 on the higher side remains unbreached.
- ✓ 639-650 becomes the trading band. Drift in either direction will take it further in the respective same.
- ✓ While short covering may intervene, selling pressure may exert at higher levels.

##### Trade Recommendation-RSBO NCDEX (March)

Call	Entry	T1	T2	SL
<b>SELL BELOW</b>	653	649	645	657
Support & Resistance				
S2	S1	PCP	R1	R2
637	640	646	649	653



#### CPO (Crude Palm Oil)

##### Technical Analysis:

- ✓ CPO price trend remain negatively skewed. Short covering may intervene.
- ✓ 561 becomes the nearest reliable support on the lower side, while 569-573 on the higher side remains to be important resistance zone.
- ✓ 561-569 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
<b>SELL BELOW</b>	573	569	566	577
Support & Resistance				
S2	S1	PCP	R1	R2
557	561	565.90	569	573



#### NCDEX Soy Oil Price Spread (Far Month vs. Near Month)

NCDEX Spread	Feb	March	April	May	June
<b>Feb</b>	-	-	-	-	-
<b>March</b>	-	-	9.5	14.8	20.9
<b>April</b>	-	-	-	5.3	11.4
<b>May</b>	-	-	-	-	6.1



### OIL COMPLEX-VEGETABLE OIL

February 22, 2011

VESSEL	PORT	MONTH	QUANTITY (MT)	EDIBLE OIL	ETA	YEAR	ACTIVITY
<b>February Edible Oil Shipment</b>							
Global Themis	Tuticorin	February	6,000	Palm Oil	1/2/2011	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. Golden Top	Kandla	February	12,000	Palm Oil	15/02/2011	2011	Discharge
Mt. Taurus	Kandla	February	8,000	Palm Oil	3/2/2011	2011	Discharge
Mt. Golden Dynasty	kandla	February	7,200	CPO	7/2/2011	2011	Discharge
Mt. Stolt Peak	Kandla	February	21,500	CDSBO	10/2/2011	2011	Discharge
Mt. Horizon Theano	Kandla	February	10,500	CDSBO	12/2/2011	2011	Discharge
Mt. Sampurna Swarajya	Kandla	February	27,500	CPO	12/2/2011	2011	Discharge
Mt Argent Iris	Kandla	February	30,250	CPO	15/02/2011	2011	Discharge
Mt. Gemini	Kandla	February	27,500	CPO	13/2/2011	2011	Discharge
AU Leo	kakinada	February	14,250	Edible Oil	25/01/2011	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
Theresa Taurus	kakinada	February	16,024	Edible Oil	9/2/2011	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
Global Eos	Krishnapatnam	February	3,000	CPO	16/02/2011	2011	Discharge
Angel No. 1	Haldia	February	7,200	CPO	26/01/2011	2011	Berth
Torm Helving	Haldia	February	16,000	CDSBO	29/01/2011	2011	Berth
Green Chemi	Haldia	February	1,997	CPO	1/2/2011	2011	Discharge
Java Palm	Haldia	February	8,000	CPO	1/2/2011	2011	Discharge
Ms Simon	Haldia	February	10,264	CDSBO	7/2/2011	2011	Discharge
Bw Hudson	Haldia	February	17,791	CDSBO	14/02/2011	2011	Discharge
Cf Zachery	Haldia	February	9,204	CPO	12/2/2011	2011	Discharge
Sun Bridge	Chennai	February	3,500	Palm Oil	1/2/2011	2011	Berth
Titan Glory	Chennai	February	3,050	Palm Oil	3/2/2011	2011	Berth
Cf Zachary	Chennai	February	7,000	CPO		2011	Discharge
Fair Apollon	Chennai	February	3,470	Palm Oil	5/2/2011	2011	Discharge



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Global Themis	Chennai	February	4,000	Palm Oil	7/2/2011	2011	Discharge
World Bridge	Chennai	February	9,500	CPO	8/2/2011	2011	Discharge
Eastern Glory	Chennai	February	6,500	Palm Oil	19/02/2011	2011	Discharge
Global Eos	Chennai	February	5,000	Palm Oil	14/02/2011	2011	Discharge
Golden Brilliance	Chennai	February	3,300	Palm Oil	16/02/2011	2011	Load
Titan Peace	Mangalore	February	8,200	CPO	9/2/2011	2011	Load
Therese Arise	Mangalore	February	6,000	CPO	19/02/2011	2011	Discharge
Senmar Sernade	Cochin	February	10,200	Palm Oil	6/2/2011	2011	Load
Oriental Kerria	Mumbai	February	1,000	Veg Oil	5/2/2011	2011	Berth
Edible Oil Shipments for February 2011			382,811				
Edible Oil Imports (Oil year 2010-11 till date)			2,457,047				

### Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-02-11	19-02-11	
Refined Soybean Oil	Mumbai +VAT	615	615	-
	Delhi (Loose)	640	640	-
	Indore (Loose)	604	600	+4
	Kota(Loose)	610	614	-4
	Hyderabad+VAT	640	-	-
	Jaipur(Loose)	613	617	-4
	Rajkot(Loose)	610	615	-5
	Akola(Loose)	645	647	-2
	Amrawati(Loose)	645	647	-2
	Haldiya Port(Loose)	631	631	-
	Jalna	644	644	-
	Kakinada	641	646	-5
	Nagpur	641	641	-
	SoyDegumKandla/Mundra+VAT	595	592	+3
	Soy Degum Mumbai+VAT	595	592	+3
Palm Oil	Kandla CPO (5%FFA)	560	555	+5
	Kandla RBD Palmolein +VAT	575	580	-5
	Chennai RBD Palmolein (Loose)	600	600	-
	Kakinada RBD Palmolein (Loose)	595	591	+4
	Mumbai RBD Pamolein+ VAT	585	585	-
	Hyd. RBD Palmolein VAT	630	-	-



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	Delhi RBD Palmolein (Loose)	630	630	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	740	-	-
	Bellary (Exp. Oil)+VAT	643	-	-
	Chellakere (Exp. Oil)+VAT	645	-	-
	Erode (Exp. Oil)+VAT	700	713	-13
	Latur (Exp. Oil)+VAT	666	-	-
	Kandla/Mundra	660	660	-
	Mumbai + VAT	705	705	-
	Chennai (Loose)	695	700	-5
Groundnut Oil				
	Hyderabad +VAT	740	-	-
	Chennai (Loose)	700	705	-5
	Delhi (Loose)	775	770	-5
	Gondal+VAT	745	745	-
	Jamnagar +VAT	750	750	-
	Narsarropeth+VAT	671	671	-
	Prodattour+VAT	701	691	+10
	Mumbai + VAT	760	760	-
	Rajkot (Loose)	750	750	-
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	589	586	+3
	Sri Ganga Nagar(Exp Oil-Loose)	586	586	-
	Delhi (Exp. Oil) (Loose)	615	610	+5
	Jaipur (Expeller Oil) (Loose)	591	590	+1
	Kota (Expeller Oil) (Loose)	580	583	-3
	Mumbai (Exp. Oil) +VAT	619	619	-
Refined Cottonseed Oil				
	Mumbai +VAT	620	615	+5
	Hyderabad (Loose)	605	-	-
	Rajkot (Loose)6	615	615	-
	Delhi (Loose)	600	600	-
Malaysia Palmolein USD/MT				
	FOB (Oct)	1285	1280	+5
	CNF (Oct) - India	1305	1310	-5
Indonesia/Malaysia CPO USD/MT				
	FOB (Oct)	1225	1230	-5
	CNF (Oct) - India	1255	1260	-5



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Argentina FOB (\$/MT)				
		18-02-11	17-02-11	
Soybean Oil Ship(Sep)	Feb/Mar	1247	1282	-35
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1291	1326	-35
Sunflower Oil Ship(Sep)	Feb/Mar	1320	-	-
Cottonseed Oil Ship(Sep)	Feb/Mar	1227	1262	-35
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1267	1302	-35

\*Indicates all paid price

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