

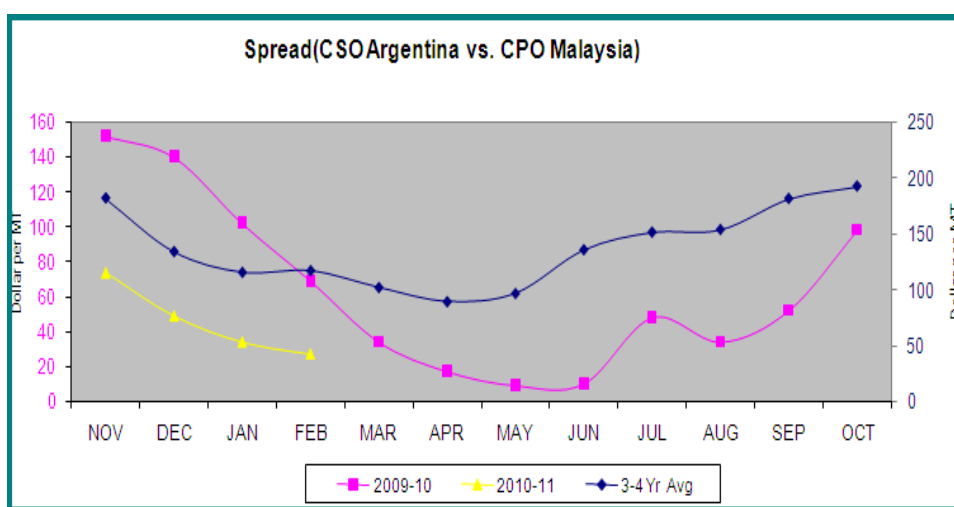


Veg Oil Summary

- ❖ Vegetable oil price trend may get ranged. Developing import parity may facilitate higher import which is likely to weigh further on the prices. On going harvest in Brazil and continuous drift in the China's Soy imports, February onwards is likely to put pressure at every rise. Higher production and drifting Malaysian palm exports to weigh on the overall sentiment.

Soy oil price traded lower in the spot market. Weakness in CBOT Soy oil weighs down the sentiment while gains in Malaysian Palm limited the fall. Demand at corrected levels and likely drift in Imports may provide support but in the least.

- Spread of Soy Degum Argentina vs. CPO Malaysia is likely to rise in March and April 2011 as compared to Average spread of \$27 in February 2011 as the drift in Palm Oil prices is likely to affect the same. The same shall make CPO Imports more attractive than Soy Oil in the upcoming months.
- On the parity front however, Soy oil Import Parity is improving and the imports get feasible from US and Argentina where as the same from Brazil remain uncompetitive at this point.
- The Soy oil average monthly spread (Landed cost vs. domestic cost) hover near \$ 30 per tonne as on Jan 2011 and the same remains favorable for imports as it is inculcated from the historical pattern that incase of average spread below \$50 per tonne, imports inhibit upward momentum.



Palm oil price traded mixed in the spot market. Malaysian Palm price resurrected on the day, which supported the domestic sentiment.

- Exports of Malaysian palm oil products for February fell 10.4 percent to 1,110,672 tonnes from 1,239,758 tonnes shipped during January as put by the cargo surveyor Intertek Testing Services. Exports to China remain on a rise while the same to European union, India and sub continent slipped lower in the above mentioned period.
- CPO Import Parity has improved as on 25 th February 2011as compared to the situation, which existed 10 days back, due to drifting FOB rate within that duration. The spread (Landed cost vs. Domestic cost) has declined to \$ 39.01 per tonne as on 25 Feb. 2011 as compared to \$ 73.81 per tonne as on 15 Feb 2011.
- **CPO Production in Malaysia is projected to drift lower to 988200 tonnes in February** as compared to 1321244 tonnes estimated in January which suggests a fall of 25% month on month and drift of 14.58% on YOY basis. While the impact of the same remain discounted to a large extent, going forward in March 2011 production is projected to start rising, with anticipated rise of 24.41%.



NCDEX RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend continue to remain ranged near lows. Indecision Intervenes as depicted by recent candlestick formations.
- ✓ 620-640 continue to remain the current trading band for the price.
- ✓ 650 level continue to hold on the higher side hold significance as a resistance juncture, until it remains un breached, sellers will continue to dominate.

Trade Recommendation-RSBO NCDEX (March)

Call	Entry	T1	T2	SL
SELL BELOW	636	631	625	641
Support & Resistance				
S2	S1	PCP	R1	R2
620	624	631.40	634	640



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price remain in downtrend. Bears maintain the charge. Scenario has barely shifted.
- ✓ Recent Candle stick formation suggests continuation in the weakness
- ✓ 531 becomes the nearest reliable support on the lower side, while 555 on the higher side becomes an important resistance level.

Trade Recommendation – CPO MCX (March)

Call	Entry	T1	T2	SL
SELL BELOW	547	543	540	552
Support & Resistance				
S2	S1	PCP	R1	R2
531	536	543.50	547	552



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

NCDEX Spread	March	April	May	June	July
March	-	6.3	10.15	11.6	19.95
April	-8.35	-	3.85	5.3	11.6
May	-14.65	-6.3	-	1.45	5.3



VESSEL	PORT	MONTH	QUANTITY (MT.)	EDIBLE OIL	ETA	YEAR	ACTIVITY
February Edible Oil Shipment							
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. Au Leo	Kandla	February	11,502	CPO	1/3/2011	2011	Discharge
Mt. Golden Dynasty	kandla	February	7,200	CPO	7/2/2011	2011	Discharge
Mt. Palma Prima	Kandla	February	8,300	CPO	23/02/2011	2011	Discharge
Mt. Feng Hai 10	Kandla	February	11,500	CPO	23/02/2011	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
Au Aries	kakinada	February	4,500	Edible Oil	21/02/2011	2011	Discharge
Topazt	kakinada	February	6,000	Edible Oil	23/02/2011	2011	Discharge
Liquid Success	kakinada	February	5,000	Edible Oil	27/02/2011	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	Palm Oil	19/02/2011	2011	Discharge
Torm Helving	Haldia	February	16,000	CDSBO	29/01/2011	2011	Berth



OIL COMPLEX-VEGETABLE OIL

March 03, 2011

Blue Green Tiger	Haldia	February	7,022	Palm Oil	16/02/2011	2011	Discharge
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
Horizon Theano	Haldia	February	8,650	CDSBO	27/02/2011	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
Eastern Glory	Chennai	February	6,240	Palm Oil	21/02/2011	2011	Discharge
Topazt	Chennai	February	7,250	CSFO	20/02/2011	2011	Discharge
Asian Glory	Chennai	February	8,500	Palm Oil	28/02/2011	2011	Discharge
Global Themis	Chennai	February	4,000	Palm Oil	7/2/2011	2011	Discharge
Global Neptune	Chennai	February	6,000	Palm Oil	24/02/2011	2011	Discharge
World Bridge	Chennai	February	9,500	CPO	8/2/2011	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
Gemini	Mangalore	February	8,500	CPO	23/02/2011	2011	Discharge
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
Lourdes Chemical Arroee	Kolkata	February	4,136	CPO	23/02/2011	2011	Discharge
Paran Chemi	Kolkata	February	4,743	CPO	19/02/2011	2011	Discharge
Edible Oil Shipments for February 2011			484,154				
Edible Oil Imports (Oil year 2010-11 till date)			2,558,390				

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		01-03-11	28-02-11	
Refined Soybean Oil	Mumbai +VAT	607	615	-8
	Delhi (Loose)	630	635	-5

	Indore (Loose)	603	615	-12
	Kota(Loose)	608	608	-
	Hyderabad+VAT	660	660	-
	Jaipur(Loose)	611	611	-
	Rajkot(Loose)	600	605	-5
	Akola(Loose)	641	634	7
	Amrawati(Loose)	641	634	7
	Haldiya Port(Loose)	621	632	-11
	Jalna	641	640	1
	Kakinada	641	641	-
	Nagpur	631	591	40
	SoyDegumKandla/Mundra+VAT	595	595	-
	Soy Degum Mumbai+VAT	595	595	-
Palm Oil				
	Kandla CPO (5%FFA)	540	540	-
	Kandla RBD Palmolein +VAT	565	570	-5
	Chennai RBD Palmolein (Loose)	595	595	-
	Kakinada RBD Palmolein (Loose)	580	583	-3
	Mumbai RBD Pamolein+ VAT	580	580	-
	Hyd. RBD Palmolein VAT	615	615	-
	Delhi RBD Palmolein (Loose)	630	630	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	720	720	-
	Bellary (Exp. Oil)+VAT	644	646	-2
	Chellakere (Exp. Oil)+VAT	646	648	-2
	Erode (Exp. Oil)+VAT	690	699	-9
	Latur (Exp. Oil)+VAT	651	661	-10
	Kandla/Mundra	660	660	-
	Mumbai + VAT	710	710	-
	Chennai (Loose)	690	690	-
Groundnut Oil				
	Hyderabad +VAT	740	740	-
	Chennai (Loose)	700	700	-
	Delhi (Loose)	775	775	-
	Gondal+VAT	755	-	-



OIL COMPLEX-VEGETABLE OIL

March 03, 2011

	Jamnagar +VAT	760	-	-
	Narsarropeth+VAT	671	671	-
	Prodattour+VAT	691	691	-
	Mumbai + VAT	755	755	-
	Rajkot (Loose)	750	760	-10
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	583	588	-5
	Sri Ganga Nagar(Exp Oil-Loose)	586	586	-
	Delhi (Exp. Oil) (Loose)	612	613	-1
	Jaipur (Expeller Oil) (Loose)	585	585	-
	Kota (Expeller Oil) (Loose)	575	575	-
	Mumbai (Exp. Oil) +VAT	606	606	-
Refined Cottonseed Oil				
	Mumbai +VAT	610	608	2
	Hyderabad (Loose)	615	605	10
	Rajkot (Loose)6	600	605	-5
	Delhi (Loose)	585	595	-10
Malaysia Palmolein USD/MT				
	FOB (Oct)	1225	1245	-20
	CNF (Oct) - India	1255	1275	-20
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1180	1190	-10
	CNF (Oct) - India	1210	1220	-10
Argentina FOB (\$/MT)				
		28-02-11	25-02-11	
Soybean Oil Ship(Sep)	Feb/Mar	1256	1260	-4
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1299	1304	-5
Sunflower Oil Ship(Sep)	Feb/Mar	1305	1315	-10
Cottonseed Oil Ship(Sep)	Feb/Mar	1236	1240	-4
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1276	1280	-4

*Indicates all paid price

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>