



Veg Oil Summary

- ❖ Vegetable oil price trend may remain range bound with weak bias. Medium demand and likely sluggish Imports on slipping parity along with higher domestic availability may lead to the same.
- ❖ Internationally, Likely drift in China's Soy oil Imports and pick up in Palm Imports may produce an offsetting impact where as pressure of Brazil and Argentina Soy harvest will remain a price dragger.

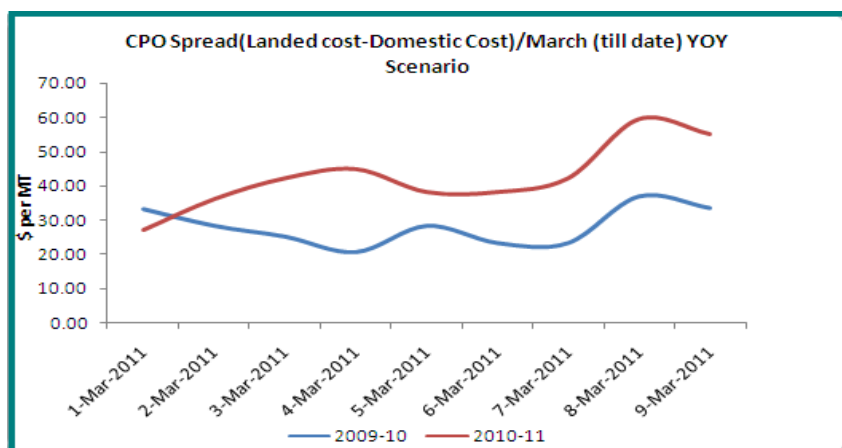
- Palm oil price traded weak in the spot market. Weakness in Malaysian Palm on lower export data and rise in Monthly stocks, which beat the market anticipation, affected the day's sentiment.

- Exports of Malaysian palm oil products for March 1-10 fell 19 percent to 353,542 tonnes from 437,479 tonnes shipped during Feb. 1-10 as put by cargo surveyor Intertek Testing Services. Exports to European Union, China and India declined in the said period vis a vis last month.

- Malaysia's February palm oil stocks rose 4.24 percent to 1,478,793 tonnes from a revised 1,418,663 tonnes in January as put by Malaysian Palm Oil Board. February's rise countered market expectations that stocks likely dropped 2.4 percent to 1.38 million tonnes.

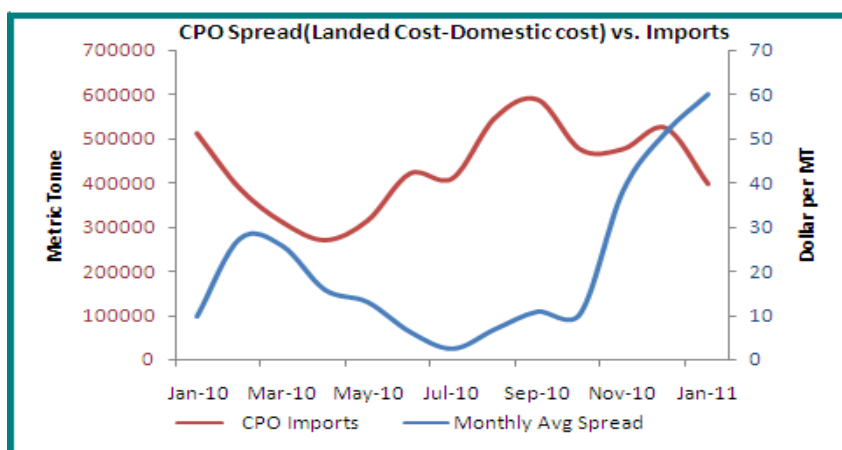
- India's Import parity: CPO Spread (Landed cost vs. Domestic Cost) in March 2011(till date) remains higher as compared to levels witnessed in same month till date, a year ago.

- On average basis, CPO spread(Landed cost vs. Domestic cost) slipped below \$30 from March onwards in 2010 which led to the rise in Imports and same remains likely this season as well. The likely drift in FOB rates in the coming months on rise in Monthly CPO production in Malaysia may bring the average spread near \$ 30.



Soy oil price continue to drift lower in the spot market. Weakness in CBOT Soy oil affected the domestic sentiment.

- Ideas that the higher South American production estimates could spark an increase in world ending stocks and could open the door for lower US usage and a slightly higher ending stocks forecast for the USDA supply/demand reports for release in the morning helped to pressure international price sentiment.
- Domestically, ample supplies may continue to weigh while likely drift in Soy oil imports may offset impact.
- Soy oil Import Parity: Soy oil Import Parity gets adverse as International prices recover but Domestic price could not recover much. The spread (Landed cost vs. Domestic Cost) Increases and consequently soy oil imports get unviable. This along with higher domestic oilseed availability is likely to weigh on the Soy oil Imports from here on.
- Total Edible Oil shipments in March remain at 116851 MT until March 8th 2011: Out of the same CDSBO shipments in stand at 8650 MT and Palm oil shipments stand at 97101 MT. Total Edible Oil Imports in Oil year starting Nov 2010 until March till date are likely at 2663739 MT.



NCDEX RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend gets weaker. Price also reaches near a significant support level.
- ✓ 615-630 becomes a trading band for the price. Drift in either direction will take it further in the respective same.
- ✓ 645-650 level has importance on the higher side, as a reversal zone until it is breached; bears are likely to keep on smashing.
- ✓ Candlestick formation suggests weakness. Intraday RSI indicate oversold nature.

Trade Recommendation—RSBO NCDEX (April)

Call	Entry	T1	T2	SL
SELL BELOW	625	621	617	630
Support & Resistance				
S2	S1	PCP	R1	R2
610	616	620	625	629



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price trend depict weakness. Selling pressure intensifies
- ✓ 523 becomes the nearest reliable support on the lower side, while 540 on the higher side becomes an important resistance level.
- ✓ Gap Down movement indicates pressure of bears, while bulls, set hopes on 520 as a support.

Trade Recommendation – CPO MCX (April)

Call	Entry	T1	T2	SL
SELL BELOW	535	531	528	540
Support & Resistance				
S2	S1	PCP	R1	R2
523	528	532.50	535	540



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

NCDEX Spread	March	April	May	June	July
March	-	7.65	13.9	19.6	30.2
April	-10.6	-	6.25	11.95	19.6
May	-18.25	-7.65	-	5.7	11.95



OIL COMPLEX-VEGETABLE OIL

March 11, 2011

VESSEL	PORT	MONTH	QUANTITY (MT.)	EDIBLE OIL	ETA	YEAR	ACTIVITY
March Edible Oil Shipment							
Global Neptune	Tuticorin	March	19200	Palm Oil	1/3/2011	2011	Discharge
Global Venus	Tuticorin	March	8000	Palm Oil	5/3/2011	2011	Discharge
Fair Apollon	Tuticorin	March	2000	Palm Oil	1/3/2011	2011	Discharge
Mt. Au Leo	Kandla	March	11,502	CPO	1/3/2011	2011	Discharge
Atlantik Miracle	Kakinada	March	5,500	CPO	2/3/2011	2011	Discharge
Titan Glory	Kakinada	March	3,000	Edible Oil	7/3/2011	2011	Discharge
Cm Maya	Kakinada	March	8,100	Edible Oil	4/3/2011	2011	Discharge
Titan Glory	Krishnapatnam	March	5,050	CPO	10/3/2011	2011	Load
Ubt Ocean	Haldia	March	7,989	CPO	6/3/2011	2011	Discharge
Horizon Theano	Haldia	March	8,350	CDSBO	3/3/2011	2011	Discharge
Golden Brilliance	Chennai	March	5,999	CPO	3/3/2011	2011	Discharge
Global Themis	Chennai	March	10,000	Palm Oil	7/3/2011	2011	Discharge
Earth Blue	Chennai	March	8,100	Palm Oil	10/3/2011	2011	Discharge
Pair Apollon	Chennai	March	6,000	CPO	6/3/2011	2011	Discharge
Jag Preeti	Cochin	March	8,750	Palm Oil	6/3/2011	2011	Load
Gogasan Johar	Mangalore	March	7,000	CPO	5/3/2011	2011	Discharge
Edible Oil Shipments for March 2011			124,540				
Edible Oil Imports (Oil year 2010-11 till date)			2,671,428				

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-03-11	09-03-11	
Refined Soybean Oil	Mumbai +VAT	610	610	-
	Delhi (Loose)	620	625	-5
	Indore (Loose)	586	586	-
	Kota(Loose)	595	598	-3
	Hyderabad+VAT	-	645	-
	Jaipur(Loose)	598	601	-3
	Rajkot(Loose)	590	595	-5
	Akola(Loose)	628	634	-6
	Amrawati(Loose)	628	634	-6
	Haldiya Port(Loose)	636	631	+5

OIL COMPLEX-VEGETABLE OIL

March 11, 2011

	Jalna	631	636	-5
	Kakinada	636	636	-
	Nagpur	622	626	-4
	SoyDegumKandla/Mundra+VAT	580	580	-
	Soy Degum Mumbai+VAT	575	580	-5
Palm Oil				
	Kandla CPO (5%FFA)	530	544	-14
	Kandla RBD Palmolein +VAT	555	565	-10
	Chennai RBD Palmolein (Loose)	585	590	-5
	Kakinada RBD Palmolein (Loose)	-	575	-
	Mumbai RBD Pamolein+ VAT	575	585	-10
	Hyd. RBD Palmolein VAT	-	610	
	Delhi RBD Palmolein (Loose)	605	615	-10
Refined Sunflower Oil				
	Hyderabad Exp +VAT	-	720	-
	Bellary (Exp. Oil)+VAT	636	641	-5
	Chellakere (Exp. Oil)+VAT	638	643	-5
	Erode (Exp. Oil)+VAT	631	631	-
	Latur (Exp. Oil)+VAT	621	646	-25
	Kandla/Mundra	650	650	-
	Mumbai + VAT	705	705	-
	Chennai (Loose)	680	685	-5
Groundnut Oil				
	Hyderabad +VAT	-	750	
	Chennai (Loose)	700	700	-
	Delhi (Loose)	770	775	-5
	Gondal+VAT	745	740	+5
	Jamnagar +VAT	750	745	+5
	Narsarropeth+VAT	681	681	-

	Prodattour+VAT	701	701	-
	Mumbai + VAT	750	755	-5
	Rajkot (Loose)	735	740	-5
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	563	576	-3
	Sri Ganga Nagar(Exp Oil-Loose)	568	576	-8
	Delhi (Exp. Oil) (Loose)	595	595	-
	Jaipur (Expeller Oil) (Loose)	560	575	-15
	Kota (Expeller Oil) (Loose)	550	571	-21
	Mumbai (Exp. Oil) +VAT	592	586	-5
Refined Cottonseed Oil				
	Mumbai +VAT	605	605	-5
	Hyderabad (Loose)	-	610	
	Rajkot (Loose)	585	597	-12
	Delhi (Loose)	575	585	-10
Malaysia Palmolein USD/MT				
	FOB (Oct)	1240	1260	-20
	CNF (Oct) - India	1270	1285	-15
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1180	1220	-40
	CNF (Oct) - India	1210	1245	-35
Argentina FOB (\$/MT)		09-03-2011	04-03-2011	
Soybean Oil Ship(Sep)	Feb/Mar	1250	1297	-47
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1294	1342	-48
Sunflower Oil Ship(Sep)	Feb/Mar	1315	-	-
Cottonseed Oil Ship(Sep)	Feb/Mar	1230	1277	-47
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1270	1317	-47

*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>

© 2005 Indian Agribusiness Systems Pvt Ltd.