



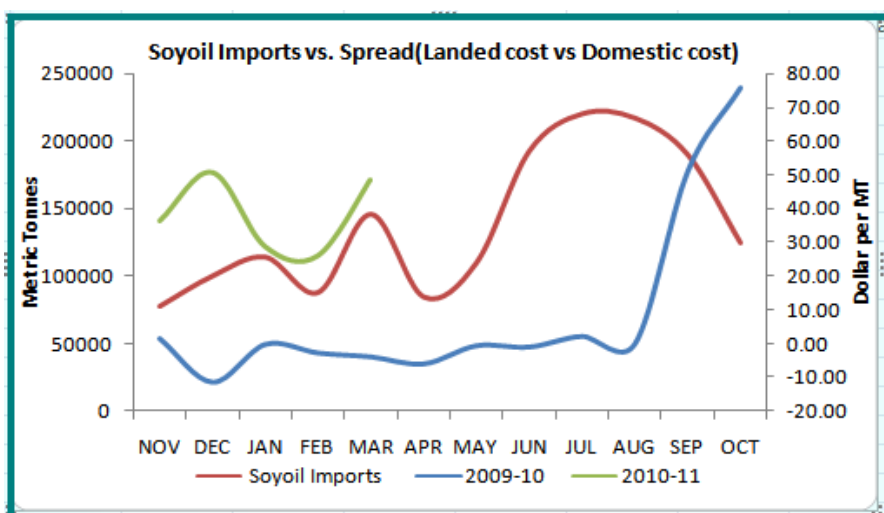
Veg Oil Summary

- ❖ Vegetable oil price trend may become range bound. Likely demand generation at corrected price level may offset impact of higher availability.
- ❖ 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 along with higher production projections for the upcoming season will continue to restrict any upside, led by temporary factors.

Soy oil price depicted mixed sentiment in the spot market. Persistent weakness in CBOT Soy oil weighs on another day, however downside was capped as lower Veg oil Imports could contain the loss. Crude oil continues to drift and affect international price sentiment.

Going forward likely drift in the soy oil spread (landed cost vs. domestic cost) may favor imports but likely rise in the price differential with CPO may offset the impact.

- Soy oil monthly average spread (landed cost vs. domestic cost) of \$50 per Metric tonne has a adverse bearing on Soy oil Imports, as depicted by the trend established based on spread and imports in the oil year 2009-10.
- Going forward in March this spread may reduce, based on 3 years average spread movement, the same is likely as FOB rates may continue to drift.
- The average spread until March 15th hover at \$48.42 per MT, which still remain close to the higher limit and thereby unfavorable for soy oil imports but the likely ease of in the same in the rest of the day's of the month may bring in respite
- Total Edible Oil shipments in March reach at 180526 MT until March 15th 2011: Out of the same CDSBO shipments stand at 14736 MT and Palm oil shipments stand at 151590 MT. Total Edible Oil Imports in Oil year starting Nov 2010 until March till date are likely at 2727414 MT.
- Edible oil stock at ports remain higher at Kandla and Chennai as on 07 th March 2011 as compared to same period a month earlier, while stocks hover at a lower level at Mundra Port until same date, compared to last month.



Palm oil price depicted mixed sentiment in the spot market. Malaysian palm oil shed more than 3 percent, as the nuclear crisis in Japan sent investors scrambling for perceived safe haven assets. Declining Exports and Likely rise in production ahead, weigh on Malaysian Market however restocking demand at lower levels is likely to bring in some respite.

- India's Palm oil Imports declined in Feb. 2011 by 29.4% as compared to same month last year. They plunged about 29.17% from Jan 2011. Import disparity and seasonal low affected the same along with lesser price differential of CSO with CPO.
- Going Forward: Average CPO Spread (Landed cost vs. domestic cost) is likely to reduce from Feb to March 2011 on further decline in FOB Rates. Average price spread with Soy oil is likely to rise from Feb to March, based on 3 years average spread, however the same reduced Month on Month in the previous year, 2010. This is likely to result in higher CPO imports (Feb- March 2011).

NCDEX RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend remain weak. Bounce remains likely, selling pressure may re originate at higher levels.
- ✓ 600-625 continue to be the applicable trading band for the price. Drift in either direction will take it further in the respective same.
- ✓ Low risk takers may wait for a fresh chance, keeping in mind that short covering may intervene.
- ✓ Recent candlestick formation suggests, bounce on the higher side is likely.

Trade Recommendation–RSBO NCDEX (April)

Call	Entry	T1	T2	SL
WAIT	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
595	600	607.60	612	618



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price trend remain weak. Short covering remains likely.
- ✓ 514 remains the nearest reliable support on the lower side, while 530 on the higher side becomes an important resistance level.
- ✓ RSI Indicate oversold nature; Bears are likely to maintain the upper hand.

Trade Recommendation – CPO MCX (April)

Call	Entry	T1	T2	SL
SELL BELOW	527	524	522	531
Support & Resistance				
S2	S1	PCP	R1	R2
508	514	521.20	525	527



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

NCDEX Spread	March	April	May	June	July
March	-	5.6	9.65	14.2	18.75
April	-4.55	-	4.05	8.6	14.2
May	-10.15	-5.6	-	4.55	8.6



OIL COMPLEX-VEGETABLE OIL

March 17, 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
Baltic I	Kandla	March	6386	CDSBO	10/3/2011	2011	Discharge
Mt Gemini	Kandla	March	16500	CPO	14/3/2011	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
Au Aries	Kakinada	March	8,200	Edible Oil	12/3/2011	2011	Discharge
Cm Maya	Kakinada	March	3,000	Edible Oil	11/3/2011	2011	Discharge
Titan Glory	Krishnapatnam	March	5,050	CPO	11/3/2011	2011	Load
Ubt Ocean	Haldia	March	7,989	CPO	6/3/2011	2011	Discharge
Ping An	Haldia	March	7,500	CPO	16/3/2011	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
Chemical Arrow	Chennai	March	1,500	Palm Oil	18/3/2011	2011	Discharge
Cm Maya	Chennai	March	4,000	Palm Oil	18/3/2011	2011	Load
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	Discharge
Liquid Success	Kolkata	March	6,000	CPO	11/3/2011	2011	Discharge
Gemini	Mangalore	March	11,000	CPO	19/3/2011	2011	Discharge
Gogasan Johar	Mangalore	March	7,000	CPO	5/3/2011	2011	Discharge
Edible Oil Shipments for March 2011			180,526				
Edible Oil Imports (Oil year 2010-11 till date)			2,727,414				

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-03-11	15-03-11	
Refined Soybean Oil	Mumbai +VAT	592	592	-

OIL COMPLEX-VEGETABLE OIL

March 17, 2011

	Delhi (Loose)	605	605	-
	Indore (Loose)	568	571	-3
	Kota(Loose)	575	575	-
	Hyderabad+VAT	625	625	-
	Jaipur(Loose)	578	578	-
	Rajkot(Loose)	580	575	+5
	Akola(Loose)	611	612	-1
	Amrawati(Loose)	611	612	-1
	Haldiya Port(Loose)	618	619	-1
	Jalna	611	621	-10
	Kakinada	626	626	-
	Nagpur	608	608	-
	SoyDegumKandla/Mundra+VAT	562	562	-
	Soy Degum Mumbai+VAT	562	562	-
Palm Oil				
	Kandla CPO (5%FFA)	512	506	+6
	Kandla RBD Palmolein +VAT	540	542	-2
	Chennai RBD Palmolein (Loose)	555	560	-5
	Kakinada RBD Palmolein (Loose)	548	548	-
	Mumbai RBD Pamolein+ VAT	555	555	-
	Hyd. RBD Palmolein VAT	580	580	-
	Delhi RBD Palmolein (Loose)	590	590	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	705	705	-
	Bellary (Exp. Oil)+VAT	621	626	-5
	Chellakere (Exp. Oil)+VAT	623	627	-4
	Erode (Exp. Oil)+VAT	672	677	-5
	Latur (Exp. Oil)+VAT	621	621	-
	Kandla/Mundra	635	640	-5
	Mumbai + VAT	675	685	-10
	Chennai (Loose)	665	670	-5
Groundnut Oil				

OIL COMPLEX-VEGETABLE OIL

March 17, 2011

	Hyderabad +VAT	750	750	-
	Chennai (Loose)	700	700	-
	Delhi (Loose)	765	765	-
	Gondal+VAT	745	740	+5
	Jamnagar +VAT	750	745	+5
	Narsarropeth+VAT	676	671	+5
	Prodattour+VAT	701	701	-
	Mumbai + VAT	745	745	-
	Rajkot (Loose)	750	730	+20
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	539	541	-2
	Sri Ganga Nagar(Exp Oil-Loose)	551	556	-5
	Delhi (Exp. Oil) (Loose)	595	595	-
	Jaipur (Expeller Oil) (Loose)	547	558	-11
	Kota (Expeller Oil) (Loose)	537	547	-10
	Mumbai (Exp. Oil) +VAT	580	587	-7
Refined Cottonseed Oil				
	Mumbai +VAT	585	594	-9
	Hyderabad (Loose)	600	600	-
	Rajkot (Loose)	572	570	+2
	Delhi (Loose)	565	565	-
Malaysia Palmolein USD/MT				
	FOB (Oct)	1150	-	-
	CNF (Oct) - India	1180	-	-
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1100	1110	-10
	CNF (Oct) - India	1130	1140	-10
Argentina FOB (\$/MT)		15-03-2011	14-03-2011	
Soybean Oil Ship(Sep)	Feb/Mar	1160	1210	-50
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1201	1252	-51

OIL COMPLEX-VEGETABLE OIL

March 17, 2011

Sunflower Oil Ship(Sep)	Feb/Mar	1260	-	-
Cottonseed Oil Ship(Sep)	Feb/Mar	1140	1190	-50
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1180	1230	-50

*Indicates all paid price

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