

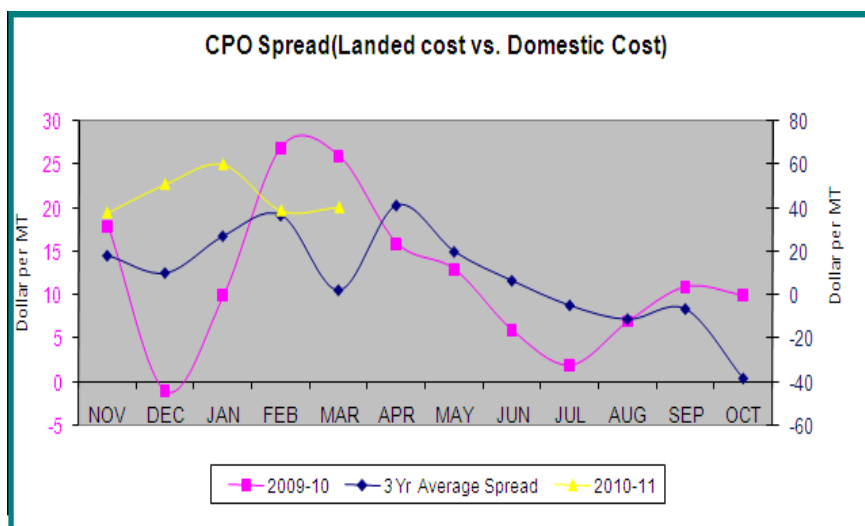


Veg Oil Summary

- ❖ Vegetable oil prices noticed gains on fresh buying in local market and higher international vegoil market.
- ❖ 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 viz disruption in harvest due to rains in some parts of Brazil.

Soy oil prices continued upwards move in domestic physical market supported by fresh buying ahead of *Holi*. Besides, higher international vegoil market lent support to the local soyoil market.

- Soy oil demand picks up in the domestic market at corrected price levels this week. 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.
- However, no major activity took place in soyoil market in domestic front due to *Holi*.
- Soy oil Imports get viable from Argentina, Brazil and US as depicted by negative price spread between Landed cost and domestic cost, calculated as on 16 th March 2011 based on FOB (April Rates).
- India imported about 129,540 MT of soybean oil (degummed) in February this year compared to 88,258 MT in the corresponding period last year.
- 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 205255 MT until March 16th 2011: Out of the same CDSBO shipments stand at 29165 MT and Palm oil shipments stand at 161890 MT. Total Edible Oil Imports in Oil year starting Nov 2010 until March till date are likely at 2752143 MT.
- **Palm oil price remained uptrend in association with soyoil supported by improved buying during the week.**
- CPO Monthly average spread (Landed cost vs. domestic cost for March 2011(until 17th) remain at \$ 40.45 per MT, which remain higher than the spread of \$28.77 in March 2010 until same date which remain unfavorable development for palm imports, in the said month but going forward, the spread may face a decline based on 3 years average move on account of further drift in the FOB Rates.



NCDEX RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil prices witnessed uptrend.
- ✓ Prices closed above 9-day EMA indicating bullish momentum in near-term.
- ✓ RSI and stochastic are rising in neutral region signaling bulls.
- ✓ Soy oil prices are likely to gain in Monday's session.

Trade Recommendation—RSBO NCDEX (April)

Call	Entry	T1	T2	SL
BUY	>618	622	624	615
Support & Resistance				
S2	S1	PCP	R1	R2
611	616	620.7	627	634



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ Candlestick chart pattern reveals buying support in the market.
- ✓ Prices closed above 9-day and 18-day EMA indicating gains in near and medium-term.
- ✓ MACD is heading upwards in negative territory.
- ✓ RSI and Stochastic are rising in neutral region.
- ✓ CPO prices are likely gain in Monday's session.

Trade Recommendation – CPO MCX (April)

Call	Entry	T1	T2	SL
BUY	>536	539	541	563
Support & Resistance				
S2	S1	PCP	R1	R2
524	530	538.2	540	545



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

NCDEX Spread	Apr	May	Jun	July
Apr	0	7.4	11.8	16.3
May	7.4	0	4.4	8.9



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Jun	11.8	4.4	0	4.5
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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.Ct Dublin	Kandla	March	5085	CDSBO	18/3/2011	2011	Discharge
Mt.Eships Eagle	Kandla	March	4000	Palm Oil	20/3/2011	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
Rising Sun	Kakinada	March	5,100	Edible Oil	19/3/2011	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	19/3/2011	2011	Discharge
Baltic I	Haldia	March	14,429	CDSBO	20/3/2011	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	4,500	Palm Oil	18/3/2011	2011	Discharge
Angel No. 2	Chennai	March	7,300	CPO	19/3/2011	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	20/3/2011	2011	Discharge
Gogasan Johar	Mangalore	March	7,000	CPO	5/3/2011	2011	Discharge
Edible Oil Shipments for March 2011			219,440				
Edible Oil Imports (Oil year 2010-11 till date)			2,766,328				



Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-03-11	18-03-11	
Refined Soybean Oil	Mumbai +VAT	605	598	+7
	Delhi (Loose)	-	610	-
	Indore (Loose)	580	579	+1
	Kota(Loose)	585	580	+5
	Hyderabad+VAT	650	640	+10
	Jaipur(Loose)	588	583	+5
	Rajkot(Loose)	590	585	+5
	Akola(Loose)	622	621	+1
	Amrawati(Loose)	622	621	+1
	Haldiya Port(Loose)	-	618	-
	Jalna	626	619	+7
	Kakinada	-	631	-
	Nagpur	626	613	+13
	SoyDegumKandla/Mundra+VAT	656	560	-5
	Soy Degum Mumbai+VAT	570	570	-
Palm Oil				
	Kandla CPO (5%FFA)	525	519	+6
	Kandla RBD Palmolein +VAT	555	548	+7
	Chennai RBD Palmolein (Loose)	560	560	-
	Kakinada RBD Palmolein (Loose)	560	550	+10
	Mumbai RBD Pamolein+ VAT	565	558	+7
	Hyd. RBD Palmolein VAT	595	585	+10
	Delhi RBD Palmolein (Loose)	-	600	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	715	705	+10
	Bellary (Exp. Oil)+VAT	623	621	+2



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	Chellakere (Exp. Oil)+VAT	625	624	+1
	Erode (Exp. Oil)+VAT	670	670	-
	Latur (Exp. Oil)+VAT	626	626	-
	Kandla/Mundra	640	640	-
	Mumbai + VAT	675	675	-
	Chennai (Loose)	660	660	-
Groundnut Oil				
	Hyderabad +VAT	770	760	+10
	Chennai (Loose)	700	700	-
	Delhi (Loose)	-	785	-
	Gondal+VAT	775	765	+10
	Jamnagar +VAT	780	770	+10
	Narsarropeth+VAT	676	671	+5
	Prodattour+VAT	711	701	+10
	Mumbai + VAT	745	745	-
	Rajkot (Loose)	765	755	+10
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	554	549	+5
	Sri Ganga Nagar(Exp Oil-Loose)	556	556	-
	Delhi (Exp. Oil) (Loose)	-	600	-
	Jaipur (Expeller Oil) (Loose)	562	560	+2
	Kota (Expeller Oil) (Loose)	550	550	-
	Mumbai (Exp. Oil) +VAT	590	585	+5
Refined Cottonseed Oil				
	Mumbai +VAT	595	590	+5
	Hyderabad (Loose)	615	605	+10
	Rajkot (Loose)	600	590	+10
	Delhi (Loose)	-	570	-
Malaysia Palmolein USD/MT				
	FOB (Oct)	1197	1192	+5
	CNF (Oct) - India	1227	1222	+5



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Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1145	1135	+10
	CNF (Oct) - India	1175	1175	-
Argentina FOB (\$/MT)		18-03-2011	17-03-2011	
Soybean Oil Ship(Sep)	Feb/Mar	1193	1168	+25
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1235	1209	+26
Sunflower Oil Ship(Sep)	Feb/Mar	1230	1220	+10
Cottonseed Oil Ship(Sep)	Feb/Mar	1173	1148	+25
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1213	1188	+25

*Indicates all paid price

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