

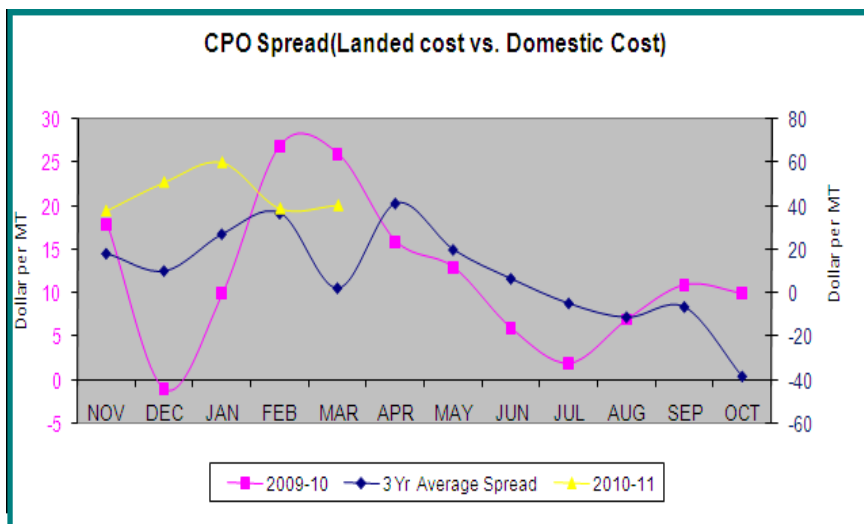


Veg Oil Summary

- ❖ Vegetable oil prices noticed mixed trend in the absence of buying support in the cash market on Monday.
- ❖ Cooling off in the recent demand in the oils capped gains despite higher Malaysian palm oil.
- ❖ 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 eased followed by decline in the demand which was witnessed last week on the back of the festival, *Holi*.

- Currently, normal demand in the soy oil is witnessed and the soy oil market tend to follow local mustard oil and seed market due with peak season in mustard seed.
- Reportedly Egyptian buyers purchased 40,000 tonnes of soybean oil.
- 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 witnessed mixed tone in various centers on varied factors on Monday.**
- Exports of Malaysian palm oil products for March 1-20 declined 9.5 percent to 734,897 tonnes from 811,813 tonnes shipped during February 1-20 - cargo surveyor Societe Generale de Surveillance.
- 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 chart reflects selling pressure in the market.
- ✓ Prices closed below 9-day 18-day EMA indicating bearish momentum in near and medium-term.
- ✓ RSI is easing in neutral region while stochastic is rising in neutral zone.
- ✓ Soy oil prices are likely to ease in Tuesday's session.

Trade Recommendation—RSBO NCDEX (April)

Call	Entry	T1	T2	SL
SELL	<618	615	612	621
Support & Resistance				
S2	S1	PCP	R1	R2
605	611	614.35	623	627



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ Candlestick chart pattern reveals indecision in the market.
- ✓ Prices closed above 9-day EMA indicating gains in near-term.
- ✓ MACD is heading upwards in negative territory.
- ✓ RSI is easing in neutral region while Stochastic is rising in neutral zone.
- ✓ CPO prices are likely to witness both way price movement in Tuesday's session.

Trade Recommendation – CPO MCX (April)

Call	Entry	T1	T2	SL
Wait	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
523	527	531	539	544



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

NCDEX Spread	Apr	May	Jun	July
Apr	0	7.55	11.85	16.65
May	7.55	0	4.3	9.1
Jun	11.85	4.3	0	4.8



OIL COMPLEX-VEGETABLE OIL

March 22, 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.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	20/3/2011	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	18/3/2011	2011	Discharge
Feng Hai 15	Chennai	March	3,370	Palm Oil	22/3/2011	2011	Discharge
Cm Maya	Chennai	March	4,000	Palm Oil	19/3/2011	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			222,810				
Edible Oil Imports (Oil year 2010-11 till date)			2,769,698				



Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-03-11	19-03-11	
Refined Soybean Oil	Mumbai +VAT	600	605	-5
	Delhi (Loose)	615	-	-
	Indore (Loose)	580	580	-
	Kota(Loose)	580	585	-5
	Hyderabad+VAT	640	650	-10
	Jaipur(Loose)	583	588	-5
	Rajkot(Loose)	600	590	+10
	Akola(Loose)	621	622	-1
	Amrawati(Loose)	621	622	-1
	Haladiya Port(Loose)	616	-	-
	Jalna	625	626	-1
	Kakinada	641	-	-
	Nagpur	613	626	-13
	SoyDegumKandla/Mundra+VAT	570	656	+14
	Soy Degum Mumbai+VAT	570	570	-
Palm Oil	Kandla CPO (5%FFA)	527	525	+2
	Kandla RBD Palmolein +VAT	560	555	+5
	Chennai RBD Palmolein (Loose)	565	560	+5
	Kakinada RBD Palmolein (Loose)	555	560	-5
	Mumbai RBD Pamolein+ VAT	565	565	-
	Hyd. RBD Palmolein VAT	590	595	-5
	Delhi RBD Palmolein (Loose)	600	-	-
Refined Sunflower Oil	Hyderabad Exp +VAT	705	715	-10
	Bellary (Exp. Oil)+VAT	625	623	+2
	Chellakere (Exp. Oil)+VAT	628	625	+3
	Erode (Exp. Oil)+VAT	672	670	+2

OIL COMPLEX-VEGETABLE OIL

March 22, 2011

	Latur (Exp. Oil)+VAT	626	626	-
	Kandla/Mundra	640	640	-
	Mumbai + VAT	675	675	-
	Chennai (Loose)	665	660	+5
Groundnut Oil				
	Hyderabad +VAT	770	770	-
	Chennai (Loose)	710	700	+10
	Delhi (Loose)	800	-	-
	Gondal+VAT	775	775	-
	Jamnagar +VAT	780	780	-
	Narsarropeth+VAT	691	676	+15
	Prodattour+VAT	711	711	-
	Mumbai + VAT	755	745	+10
	Rajkot (Loose)	775	765	+10
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	549	554	-5
	Sri Ganga Nagar(Exp Oil-Loose)	558	556	+2
	Delhi (Exp. Oil) (Loose)	600	-	-
	Jaipur (Expeller Oil) (Loose)	560	562	-2
	Kota (Expeller Oil) (Loose)	550	550	-
	Mumbai (Exp. Oil) +VAT	600	590	+10
Refined Cottonseed Oil				
	Mumbai +VAT	600	595	+5
	Hyderabad (Loose)	605	615	-10
	Rajkot (Loose)	600	600	-
	Delhi (Loose)	580	-	-
Malaysia Palmolein USD/MT				
	FOB (Oct)	1202	1197	+5
	CNF (Oct) - India	1230	1227	+3
Indonesia/Malaysia CPO USD/MT				
	FOB (Oct)	1150	1145	+5
	CNF (Oct) - India	1170	1175	-5



OIL COMPLEX-VEGETABLE OIL

March 22, 2011

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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