



Veg Oil Summary

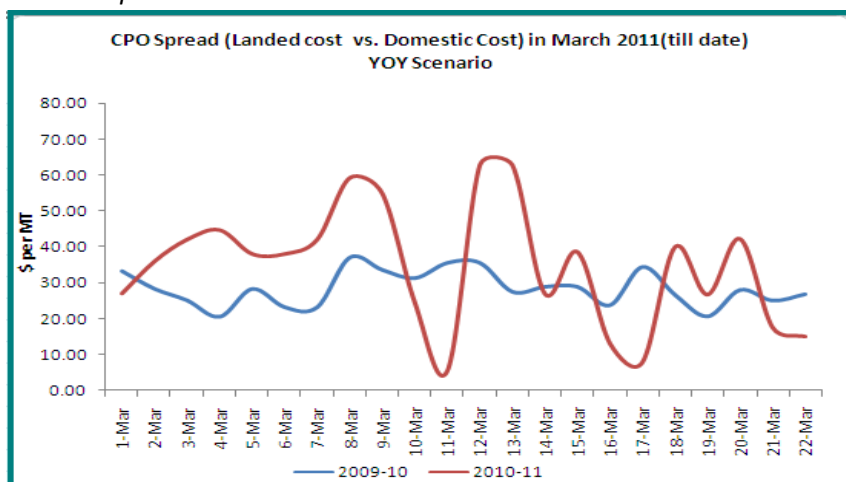
- ❖ Vegetable oil price trend may remain weakly skewed. Demand loses steam after festivity bounce. This along with likely pick up in imports is likely to weigh further.
- ❖ Internationally, Likely drift in China's Soy oil Imports and pick up in Palm Imports may produce an offsetting impact. Gaining pace of Brazil's harvest is also to play a negative factor with higher production projections being made.

- Palm oil price traded weak in the spot market. Malaysian palm oil dip further as weakness intensified. Slipping exports despite rise in export to India in the in March until now, dampens the sentiment along with anticipation of further growth in Production.

- Likely rise in the CPO Imports by India and continuous decline in the Malaysian Palm Exports are likely to weigh on the domestic as well as international price sentiment.

- CPO spread (landed cost vs. domestic cost), remain fluctuating in the past few days. After getting pulled to \$40.09 per MT on 18 th March due to recovery in FOB rates, it again slipped lower to \$15.09 per MT as FOB Rates plunged lower again.

- The spread (landed cost vs. domestic cost) until 22nd March remain lower than the last year's level of \$ 26.81 per MT. The same remain favorable for CPO Imports.



- Soy oil price traded lower in the spot market. Loss magnified once again as cool off in domestic demand after festivity impact fades and intensified weakness in Malaysian Palm weigh on the sentiment.
- Demand for Mustard oil remains normal however anticipation of increase in supplies on higher production, contain the same in anticipation of further dip in the prices.

- Total Edible Oil shipments in March reach at 227810 MT until March 21ST 2011: Out of the same CDSBO shipments stand at 34250 MT and Palm oil shipments stand at 192039 MT. Total Edible Oil Imports in Oil year starting Nov 2010 until March till date are likely at 2774698 MT.

- Soy oil Imports become unviable again, from Argentina, Brazil and US as depicted by the surge in spread (landed cost vs. domestic cost), while

EDIBLE OIL SHIPMENTS AS ON 21ST MARCH 2011		QUANTITY IN MT.
Total Edible oil shipments in March		227810
Soy oil (degummed) shipments in March till date		34,250
Palm shipments in March till date		192,039
Soy oil imports in oil year 2010-11 till date (approx.)		294,105
Palm imports in oil year 2010-11 till date (approx.)		2,254,996

- calculating import parity from these destinations. Soy oil Imports may get hindered as a outcome. Recent recovery in the FOB Rates contributes to the same.

- 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. The average spread until 21st March 2011 hover at \$33.42 per MT which is lower than the average spread of \$48.42 per MT as on 15th March.

- Going forward in March this spread may reduce further, based on 3 years average spread movement, the same is likely as FOB rates may continue to drift. The 3 year average spread stand at negative \$26.7 per MT.



NCDEX RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend remain weak. Selling pressure re emerge.
- ✓ While 595-612 becomes the current trading band for the price. Price trend to remain in the hands of bears until 630 on the higher side is broken.
- ✓ 600, also hold importance on the lower side as a support on closing basis.
- ✓ Recent candlestick formation suggests that weakness is likely ahead.

Trade Recommendation—RSBO NCDEX (April)

Call	Entry	T1	T2	SL
SELL BELOW	607	603	600	612
Support & Resistance				
S2	S1	PCP	R1	R2
595	600	603.70	608	612



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price remain range bound with weak bias. Weakness may pertain, support lay ahead.
- ✓ 514 persists to be the nearest reliable support on the lower side, while 525 on the higher side remain 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	524	518	515	528
Support & Resistance				
S2	S1	PCP	R1	R2
508	514	518	525	527



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

NCDEX Spread	Apr	May	Jun	July
Apr	0	8.5	14.75	19.8
May	8.5	0	6.25	11.3
Jun	14.75	6.25	0	5.05



OIL COMPLEX-VEGETABLE OIL

March 23, 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
Palma Prima	Kakinada	March	5,000	Edible Oil	20/3/2011	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			227,810				



OIL COMPLEX-VEGETABLE OIL

March 23, 2011

Edible Oil Imports (Oil year 2010-11 till date)

2,774,698

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		22-03-11	21-03-11	
Refined Soybean Oil	Mumbai +VAT	602	600	+2
	Delhi (Loose)	605	615	-10
	Indore (Loose)	575	580	-5
	Kota(Loose)	580	580	-
	Hyderabad+VAT	640	640	-
	Jaipur(Loose)	583	583	-
	Rajkot(Loose)	590	600	-10
	Akola(Loose)	619	621	-2
	Amrawati(Loose)	619	621	-2
	Halidiya Port(Loose)	611	616	-5
	Jalna	619	625	-6
	Kakinada	626	641	-15
	Nagpur	611	613	-2
	SoyDegumKandla/Mundra+VAT	565	570	-5
	Soy Degum Mumbai+VAT	565	570	-5
Palm Oil	Kandla CPO (5%FFA)	522	527	-5
	Kandla RBD Palmolein +VAT	556	560	-4
	Chennai RBD Palmolein (Loose)	565	565	-
	Kakinada RBD Palmolein (Loose)	550	555	-5
	Mumbai RBD Pamolein+ VAT	568	565	+3
	Hyd. RBD Palmolein VAT	585	590	-5
	Delhi RBD Palmolein (Loose)	590	600	-10
Refined Sunflower Oil	Hyderabad Exp +VAT	700	705	-5
	Bellary (Exp. Oil)+VAT	626	625	+1
	Chellakere (Exp. Oil)+VAT	628	628	-

OIL COMPLEX-VEGETABLE OIL

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	Erode (Exp. Oil)+VAT	672	672	-
	Latur (Exp. Oil)+VAT	626	626	-
	Kandla/Mundra	635	640	-5
	Mumbai + VAT	675	675	-
	Chennai (Loose)	665	665	-
Groundnut Oil				
	Hyderabad +VAT	750	770	-20
	Chennai (Loose)	720	710	+10
	Delhi (Loose)	785	800	-15
	Gondal+VAT	775	775	-
	Jamnagar +VAT	780	780	-
	Narsarropeth+VAT	691	691	-
	Prodattour+VAT	721	711	+10
	Mumbai + VAT	760	755	+5
	Rajkot (Loose)	775	775	-
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	541	549	-8
	Sri Ganga Nagar(Exp Oil-Loose)	556	558	-2
	Delhi (Exp. Oil) (Loose)	575	600	-25
	Jaipur (Expeller Oil) (Loose)	555	560	-5
	Kota (Expeller Oil) (Loose)	542	550	-8
	Mumbai (Exp. Oil) +VAT	585	596	-11
Refined Cottonseed Oil				
	Mumbai +VAT	600	600	-
	Hyderabad (Loose)	600	605	-5
	Rajkot (Loose)	590	600	-10
	Delhi (Loose)	575	580	-5
Malaysia Palmolein USD/MT				
	FOB (Oct)	1185	1202	-17
	CNF (Oct) - India	1212	1230	-18
Indonesia/Malaysia CPO	FOB (Oct)	1130	1150	-20



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USD/MT	CNF (Oct) - India	1157	1170	-13
Argentina FOB (\$/MT)		21-03-2011	18-03-2011	
Soybean Oil Ship(Sep)	Feb/Mar	1200	1193	+7
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1242	1235	+7
Sunflower Oil Ship(Sep)	Feb/Mar	1250	1230	+20
Cottonseed Oil Ship(Sep)	Feb/Mar	1180	1173	+7
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1220	1213	+7

*Indicates all paid price

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