

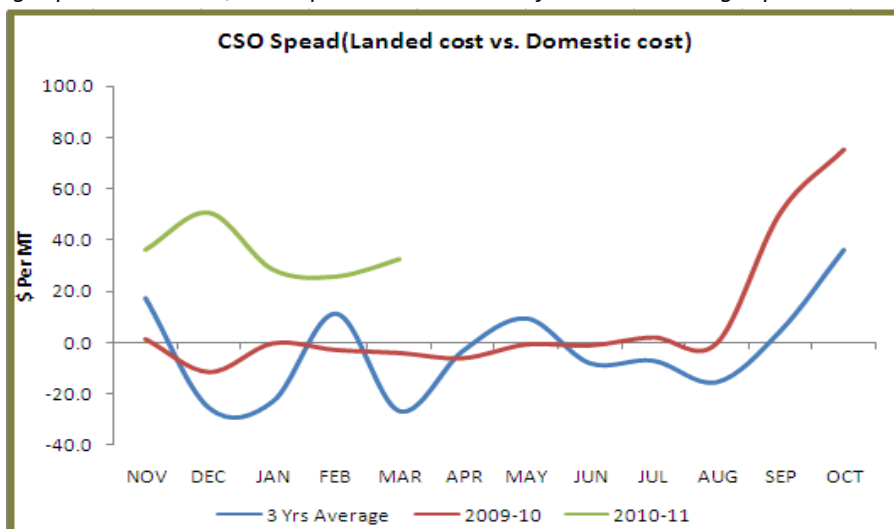


Veg Oil Summary

- ❖ Vegetable oil price trend may remain weakly skewed, barring little recovery. Sluggish demand and higher availability is likely to affect the trend.
- ❖ 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, however disruptions due to rain may bring in respite but in the least.

Soy oil price traded higher in the spot market. Market managed gains as recovery in CBOT Soy oil acted as a positive cue in addition of anticipation of slip in Imports.

- CSO Import spread (landed cost vs. domestic cost) has increased in the recent week due to recovery seen in FOB Rates. As a result of the same average spread hover at \$ 32.62 per MT. As a result of the same average spread hover at \$ 32.62 per MT until March 25 which remains much higher than the negative spread of \$ 5.5 per MT in the same duration last year.
- Import Spread rise is more significant from Brazil as compared to Argentina and US as market anticipates negative impact of recent rains and harvest disruptions takes place. Weakening of dollar however favor imports but fail to offset the prior's negative impact.
- India's total edible oil shipments in March reached at 265830 MT until March 25th 2011: CDSBO shipments enhance to 49750 MT and Palm oil shipments stand at 191780 MT. Total Edible Oil Imports in Oil year starting Nov 2010 until March till date are likely at 2812718 MT.



- **Groundnut Oil price traded higher in the spot market. Despite higher production anticipations, groundnut oil price may continue to surge higher:** as oil availability to remain affected due to disparity and less availability of groundnut as the demand for same remain upward trending. While demand for groundnut oil may remain under impact of seasonal low, a little surge in the same will push up the prices further.
- **Palm oil price depicted mixed nature in the spot market. While slipping exports and higher production anticipations direct the Malaysian Palm price trend. Likely improvement in demand from India and China may bring in some offsetting impact.**
- Pakistan may import up to 150,000 tonnes of palm oil in April because of less carry over stock, but buying will slow down during the peak summer months of May and June. CPO Production in Malaysia is likely to grow by 12.33% to 1229400 MT in March and 8.83% to 1338000 MT in April.
- India, CPO spread (landed cost vs. domestic cost), hover at \$ 11.59 per MT as on 26th Fluctuations in FOB Rates in the last three sessions led to negative spread of \$6 per MT on 24th march 2011 but the same again rose to \$ 11.59 per MT. The average spread (landed cost vs. domestic cost) until 26th March remain at \$33.41 per MT which remain higher than the last year's level of \$28 per MT until same time last year but face a decline from the average spread of \$ 39 per MT in Feb 2011. Going forward this spread may decline further which is likely to be favorable for CPO Imports in the month ahead.
- The average spread (CSO Argentina vs. CPO Malaysia) has increased further to \$70 per MT until 26th March 2011, depicting a surge from February when it stood at \$ 27 per Metric tonne. However, going forward in March this spread may further widen on more drift in CPO Malaysia (FOB Rate). The widening is taking place as projected earlier.
- Palm Oil Imports are likely to be benefitted from this development as widening differential indicate shift from Soy oil to Palm Oil. More so this price differential stand higher than the last year's level of about \$35 per MT, the same indicates palm oil imports may remain higher in March 2011 as compared to March 2010.



NCDEX RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend remain weakly poised. Short covering may intervene although. Scenario has barely shifted.
- ✓ 595-613 persist to be the relevant trading band for the price. Price trend to remain in the hands of bears until 630 on the higher side is broken.
- ✓ 595, continue to hold importance on the lower side as a support on closing basis,
- ✓ Candlestick formation suggests, that pullback has a chance.

Trade Recommendation-RSBO NCDEX (April)

Call	Entry	T1	T2	SL
SELL BELOW	609	606	602	613
Support & Resistance				
S2	S1	PCP	R1	R2
595	600	603.10	606	613



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price remain range bound with weak bias. Weakness may pertain, support lay ahead. Scenario has barely shifted.
- ✓ 505 becomes the nearest reliable support on the lower side, while 520 on the higher side remain an important resistance level.
- ✓ RSI Indicate oversold nature; little bounce can not be ruled out. Candle stick depicts indecision

Trade Recommendation – CPO MCX (April)

Call	Entry	T1	T2	SL
WAIT	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
503	508	515.60	519	523



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

NCDEX Spread	April	May	June	July
April	0	9.3	16.65	22.5
May	9.3	0	7.35	13.2
Jun	16.65	7.35	0	5.85



OIL COMPLEX-VEGETABLE OIL

March 28, 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	19/3/2011	2011	Discharge
Mt.Eships Eagle	Kandla	March	4000	Palm Oil	22/3/2011	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
Atlantik Miracle	Krishnapatnam	March	16,020	CPO	22/3/2011	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
Torm Thyra	Haldia	March	15,500	CDSBO	28/3/2011	2011	Discharge
Ping An	Haldia	March	7,500	CPO	26/3/2011	2011	Discharge
Baltic I	Haldia	March	14,429	CDSBO	22/3/2011	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	5,500	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
Eastern Glory	Mangalore	March	5,000	CPO	21/3/2011	2011	Discharge
Gemini	Mangalore	March	11,000	CPO	21/3/2011	2011	Discharge

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Gogasan Johar	Mangalore	March	7,000	CPO	5/3/2011	2011	Discharge
Edible Oil Shipments for March 2011			265,830				
Edible Oil Imports (Oil year 2010-11 till date)			2,812,718				

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-03-11	25-03-11	
Refined Soybean Oil	Mumbai +VAT	600	598	+2
	Delhi (Loose)	600	595	+5
	Indore (Loose)	565	562	+3
	Kota(Loose)	572	572	-
	Hyderabad+VAT	630	630	-
	Jaipur(Loose)	575	575	-
	Rajkot(Loose)	580	575	+5
	Akola(Loose)	610	609	+1
	Amrawati(Loose)	610	609	+1
	Haldiya Port(Loose)	601	596	+5
	Jalna	619	616	+3
	Kakinada	626	621	+5
	Nagpur	604	604	-
	SoyDegumKandla/Mundra+VAT	555	558	-3
	Soy Degum Mumbai+VAT	563	560	+3
Palm Oil				
	Kandla CPO (5%FFA)	511	508	+3
	Kandla RBD Palmolein +VAT	540	535	+5
	Chennai RBD Palmolein (Loose)	550	550	-
	Kakinada RBD Palmolein (Loose)	540	540	-
	Mumbai RBD Pamolein+ VAT	551	552	-1
	Hyd. RBD Palmolein VAT	575	575	-
	Delhi RBD Palmolein (Loose)	575	575	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	700	700	-

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	Bellary (Exp. Oil)+VAT	623	621	+2
	Chellakere (Exp. Oil)+VAT	625	624	+1
	Erode (Exp. Oil)+VAT	670	670	-
	Latur (Exp. Oil)+VAT	631	631	-
	Kandla/Mundra	625	620	+5
	Mumbai + VAT	665	665	-
	Chennai (Loose)	660	665	-5
Groundnut Oil				
	Hyderabad +VAT	760	760	-
	Chennai (Loose)	720	720	-
	Delhi (Loose)	785	785	-
	Gondal+VAT	760	755	+5
	Jamnagar +VAT	770	760	+10
	Narsarropeth+VAT	701	706	-5
	Prodattour+VAT	721	721	-
	Mumbai + VAT	760	755	+5
	Rajkot (Loose)	770	770	-
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	541	536	+5
	Sri Ganga Nagar(Exp Oil-Loose)	536	536	-
	Delhi (Exp. Oil) (Loose)	555	555	-
	Jaipur (Expeller Oil) (Loose)	545	542	+3
	Kota (Expeller Oil) (Loose)	535	531	+4
	Mumbai (Exp. Oil) +VAT	575	571	+4
Refined Cottonseed Oil				
	Mumbai +VAT	595	580	+15
	Hyderabad (Loose)	575	575	-
	Rajkot (Loose)	585	580	+5
	Delhi (Loose)	565	565	-
Malaysia Palmolein USD/MT				
	FOB (Oct)	1160	1162	-2

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	CNF (Oct) - India	1187	1190	-3
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1110	1115	-5
	CNF (Oct) - India	1137	1142	-5
Argentina FOB (\$/MT)		23-03-2011	22-03-2011	Change
Soybean Oil Ship(Sep)	Feb/Mar	1190	-	-
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1232	-	-
Sunflower Oil Ship(Sep)	Feb/Mar	-	-	-
Cottonseed Oil Ship(Sep)	Feb/Mar	1170	-	-
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1210	-	-

*Indicates all paid price

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