

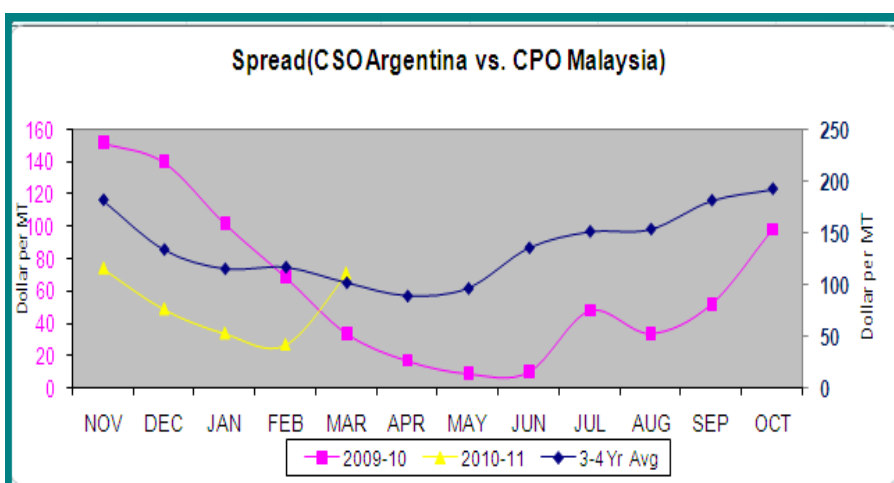
Veg Oil Summary

- ❖ Vegetable oil price trend may remain weakly skewed, barring little recovery. Sluggish demand and higher availability is likely to affect the trend. Imports to provide direction ahead.
- ❖ 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 remain steady to lower spot market. Price continue to slip lower as higher availability, sluggish demand and absence of directional cues from global markets could hardly uplift the sentiment. Going forward likely drift in the Soy oil Imports may act a temporary boost for the market.

- **CSO Imports View:** CSO Landed Cost Spread (Average) has risen from Feb to March as, which remain negative. The spread hover at a lower levels same time last year, which suggests imports may remain lower this year in March, depicting a decline from Feb 2011 and previous year(March).

- **Spread (CSO Argentina vs. CPO Malaysia) increase from Feb. to March** and hover near \$ 71 per MT calculated until March till date. The same is likely to put pressure on CSO Imports in March both YOY and MOM basis as spread remain higher than the last year's level of \$ 35.51 per MT until March 28th and last year this spread showed a decline moving from Feb to March 2010 where as this year it depicts a surge.



- **India's total edible oil shipments in March reached at 295530 MT until March 26th 2011: CDSBO shipments hover at 49750 MT and Palm oil shipments stand at 214559 MT.** Total Edible Oil Imports in Oil year starting Nov 2010 until March till date are likely at 2842418 MT.

EDIBLE OIL SHIPMENTS AS ON 26TH MARCH 2011	QUANTITY IN MT.
Total Edible oil shipments in March	295530
Soy oil (degummed) shipments in March till date	49,750
Palm shipments in March till date	214,559
Sunflower oil imports in March till date	29,700
Soy oil imports in oil year 2010-11 till date (approx.)	309,605
Palm imports in oil year 2010-11 till date (approx.)	2,277,516

- **Mustard Oil price traded lower in the spot market.**
- Mustard oil production is likely to depict a surge of 18.59% to 22.77 Lakh Tonnes in 2010-11 vis-à-vis previous year as mustard seed production in anticipated to climb in 2010-11 by 18.04% at 70 lakh tonnes as compared to 59.3 lakh tonnes in 2009-10.
- **Mustard oil price may continue to remain downward trending on higher availability amidst increased seed production, while steady demand can hardly lift the sentiment.**
- **Palm oil price remain broadly lower 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. Ranged walk by Malaysian Palm could hardly suggest any direction to the market.**
- 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.

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- 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 remain in short term downtrend. Bulls set hope on short covering, bears deny the same.
- ✓ 590-606 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.
- ✓ 590, now hold importance on the lower side as a support on closing basis, Candlestick formation suggests, weakness may intensify.

Trade Recommendation-RSBO NCDEX (April)

Call	Entry	T1	T2	SL
SELL BELOW	599	594	591	604
Support & Resistance				
S2	S1	PCP	R1	R2
587	590	594.70	601	606



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price remain range bound with weak bias. Weakness may pertain, support lay ahead.
- ✓ 505 persist to be 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
SELL BELOW	514	511	508	518
Support & Resistance				
S2	S1	PCP	R1	R2
503	508	511.20	514	519



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

NCDEX Spread	April	May	June	July
April	-	10.65	19.4	27.3
May	10.65	-	8.75	16.65
Jun	19.4	8.75	-	7.9



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	5000	Edible Oil	20/3/2011	2011	Discharge
Rising Sun	Kakinada	March	5100	Edible Oil	28/3/2011	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	14429	CDSBO	22/3/2011	2011	Discharge
Horizon Theano	Haldia	March	8350	CDSBO	3/3/2011	2011	Discharge
Golden Brilliance	Chennai	March	5999	CPO	3/3/2011	2011	Discharge
Chemical Arrow	Chennai	March	4500	Palm Oil	18/3/2011	2011	Discharge
Angel No. 2	Chennai	March	7300	CPO	18/3/2011	2011	Discharge
Feng Hai 15	Chennai	March	3370	Palm Oil	22/3/2011	2011	Discharge
Cm Maya	Chennai	March	5500	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
Niluper Sultan	Chennai	March	17,000	CSFO	30/3/2011	2011	Discharge
Rasim Akar	Chennai	March	12,700	CSFO	21/3/2011	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

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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
Gogasan Johar	Mangalore	March	7,000	CPO	5/3/2011	2011	Discharge
Edible Oil Shipments for March 2011			295,530				
Edible Oil Imports (Oil year 2010-11 till date)			2,842,418				

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-03-11	26-03-11	
Refined Soybean Oil	Mumbai +VAT	595	600	-5
	Delhi (Loose)	595	600	-5
	Indore (Loose)	564	565	-1
	Kota(Loose)	572	572	-
	Hyderabad+VAT	630	630	-
	Jaipur(Loose)	575	575	-
	Rajkot(Loose)	580	580	-
	Akola(Loose)	605	610	-5
	Amrawati(Loose)	603	610	-7
	Haldiya Port(Loose)	596	601	-5
	Jalna	615	619	-4
	Kakinada	626	626	-
	Nagpur	598	604	-6
	SoyDegumKandla/Mundra+VAT	580	555	+25
	Soy Degum Mumbai+VAT	560	563	-3
Palm Oil				
	Kandla CPO (5%FFA)	510	511	-1
	Kandla RBD Palmolein +VAT	540	540	-
	Chennai RBD Palmolein (Loose)	550	550	-
	Kakinada RBD Palmolein (Loose)	540	540	-
	Mumbai RBD Pamolein+ VAT	551	551	-
	Hyd. RBD Palmolein VAT	570	575	-5
	Delhi RBD Palmolein (Loose)	570	575	-5

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Refined Sunflower Oil				
	Hyderabad Exp +VAT	700	700	-
	Bellary (Exp. Oil)+VAT	621	623	-2
	Chellakere (Exp. Oil)+VAT	623	625	-2
	Erode (Exp. Oil)+VAT	665	670	-5
	Latur (Exp. Oil)+VAT	-	631	-
	Kandla/Mundra	-	625	-
	Mumbai + VAT	665	665	-
	Chennai (Loose)	660	660	-
Groundnut Oil				
	Hyderabad +VAT	760	760	-
	Chennai (Loose)	720	720	-
	Delhi (Loose)	775	785	-10
	Gondal+VAT	765	760	+5
	Jamnagar +VAT	770	770	-
	Narsarropeth+VAT	701	701	-
	Prodattour+VAT	721	721	-
	Mumbai + VAT	760	760	-
	Rajkot (Loose)	770	770	-
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	537	541	-4
	Sri Ganga Nagar(Exp Oil-Loose)	536	536	-
	Delhi (Exp. Oil) (Loose)	555	555	-
	Jaipur (Expeller Oil) (Loose)	542	545	-3
	Kota (Expeller Oil) (Loose)	532	535	-3
	Mumbai (Exp. Oil) +VAT	573	575	-2
Refined Cottonseed Oil				
	Mumbai +VAT	580	595	-15
	Hyderabad (Loose)	580	575	+5
	Rajkot (Loose)	585	585	-
	Delhi (Loose)	565	565	-

Malaysia Palmolein USD/MT	FOB (Oct)	1165	1160	+5
	CNF (Oct) - India	1193	1187	+6
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1110	1110	-
	CNF (Oct) - India	1138	1137	+1
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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