



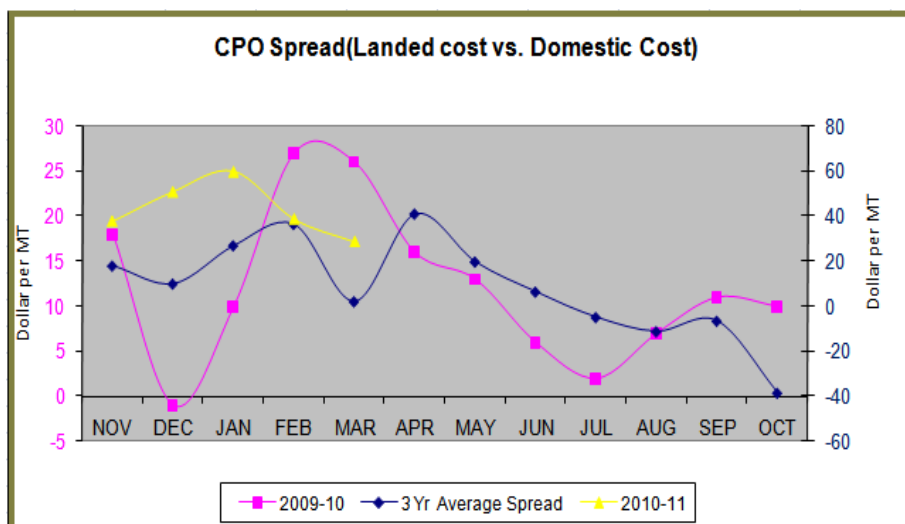
#### Veg Oil Summary

- ❖ Vegetable oil price trend may remain weakly skewed, barring little recovery. Weak demand and higher availability is likely to keep on weighing the trend. Imports to provide direction ahead.
- ❖ Internationally, Pick up in China's Demand, harvesting disruptions in Brazil due to rains and lower revision made for US Soy area in the planting intentions Report are the factors that provide temporary lift.

- Palm oil price traded lower, in the spot market. In the last trading session, Malaysian palm oil rose to a one-week high after a key plantings report in the United States showed soybean stocks were tight. Lesser Palm shipments in the Month of March remain a cause of support for the domestic price but going forward the same may start to increase which may rebuild pressure on prices at higher levels.

- Improvement in Production in the further months to resurrect pressure on Malaysian Palm price ahead, however likely catching of demand from China and India is likely to offset the impact. CPO production in Malaysia is projected to surge by 12.33% in March and 8.83% in April.

- CPO Average Spread (Landed cost vs. domestic cost) has reduced to \$ 28.96 per MT in March 2011, which is lower than the last year's level of \$39 per MT. Spread hovered at \$ 26 per MT, in March a year ago. CPO Imports have started to become viable, as spread reduced to negative \$1.5 per MT as on 1st April 2011. The same remain a case as, domestic prices recouped well in past few sessions, while FOB Rates maintain within a range.



- Soy oil price depicted mixed sentiment in the spot market. Weak close by CBOT Soy oil curbed sentiment. Domestically likely drift in the Veg Oil Imports remain a cause of optimism for the market.
- On the International front: Argentine soy processors are operating at a loss this year because China has not resumed soy oil purchases despite resolving a trade row with the South American country. Consequently India is the top destination for absorbing the excess Argentine soy oil.
- Based on the Vessel data, India's edible oil shipments in March 2011 remain lower by 35.38 % at 305432 MT as compared to 472652 MT in the Month of Feb 11. Both Palm and Soy Oil shipments remain down in March by 23.60% and 51.56% respectively.
- Total Edible Oil Imports (Nov 10-Mar 11) may decline by 20.44% as Soy oil likely losing share on widening differential with Palm, while import disparity affect it further as the same remain favorable last year.
- CSO Import average spread (Landed cost vs. domestic cost) hover at \$ 43.54 per tonne in March 2011 as compared to \$ 25 per tonne in Feb 2011. While last year's spread around this time indicated parity. (Figures in the table are in MT.)
- Ground nut oil continued to surge higher in the spot market. It remain upward moving as availability remain affected due to lower crushing which remain so on account of crush disparity of around 200 per MT. Higher demand for groundnut remain a contributor in that. On the demand front, oil extraction units are opting for routine demand at present. Demand is likely to remain diverted to cottonseed oil this year.

#### NCDEX RSBO (Refined Soybean Oil)

##### Technical Analysis:

- ✓ Soy oil price trend becomes positive. Recovery may find continuity.
- ✓ Candle stick formation suggests bulls get active.
- ✓ 620-600 becomes the broad trading band for the price. 630 becomes the next important resistance juncture.
- ✓ Remain cautious, resistances lay ahead as well.

##### Trade Recommendation—RSBO NCDEX (April)

Call	Entry	T1	T2	SL
<b>BUY ABOVE</b>	608	613	617	603
Support & Resistance				
S2	S1	PCP	R1	R2
601	605	612.10	615	619



#### CPO (Crude Palm Oil)

##### Technical Analysis:

- ✓ CPO price remain range bound. Short covering may persist, resistances do exist.
- ✓ 515 becomes the nearest reliable support on the lower side.
- ✓ While 528 on the higher side remains an important resistance level.
- ✓ 522-515 becomes the current trading range; drift in either direction will take the price further in the respective same.

##### Trade Recommendation – CPO MCX (April)

Call	Entry	T1	T2	SL
<b>BUY ABOVE</b>	521	524	526	517
Support & Resistance				
S2	S1	PCP	R1	R2
513	516	519.50	523	527



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

NCDEX Spread	April	May	June	July
April	-	9.9	18.6	25.95
May	9.9	-	8.7	16.05
Jun	18.6	8.7	-	7.35

## OIL COMPLEX-VEGETABLE OIL

April 04, 2011

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	BERTH DATE	ETC	ACTIVITY
<b>Edible Oil Shipment in April 2011</b>							
Torm Thyra	Haldia	15,500	CDSBO	29/3/2011	30/3/2011	1/4/2011	Discharge
Nilufer Sultan	Chennai	16,840	CSFO	30/3/2011	31/3/2011	3/4/2011	Discharge
Caribbean Renaissance	Chennai	8,000	CSFO	1/4/2011			Discharge
Rasim Akar	Krishnapatnam	5,100	CSFO	31/3/2011	1/4/2011	2/4/2011	Discharge
Angel No. 2	Haldia	7,299	CPO	3/4/2011			Discharge
<b>Edible Oil Shipments for April 2011</b>		<b>52,739</b>					
<b>Edible Oil Imports (Oil year 2010-11 till date)</b>		<b>2,905,059</b>					

## Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		02-04-11	01-04-11	
Refined Soybean Oil	Mumbai +VAT	600	600	-
	Delhi (Loose)	605	602	+3
	Indore (Loose)	571	570	+1
	Kota(Loose)	572	572	-
	Hyderabad+VAT	740	740	-
	Jaipur(Loose)	575	575	-
	Rajkot(Loose)	585	590	-5
	Akola(Loose)	617	616	+1
	Amrawati(Loose)	617	616	+1
	Haldiya Port(Loose)	601	601	-
	Jalna	619	616	+3
	Kakinada	621	621	-
	Nagpur	616	611	+5
	SoyDegumKandla/Mundra+VAT	570	570	-
	Soy Degum Mumbai+VAT	570	570	-
Palm Oil				
	Kandla CPO (5%FFA)	517	520	-3
	Kandla RBD Palmolein +VAT	548	548	-

## OIL COMPLEX-VEGETABLE OIL

April 04, 2011

	Chennai RBD Palmolein (Loose)	550	550	-
	Kakinada RBD Palmolein (Loose)	550	550	-
	Mumbai RBD Pamolein+ VAT	553	553	-
	Hyd. RBD Palmolein VAT	585	585	-
	Delhi RBD Palmolein (Loose)	575	585	-10
Refined Sunflower Oil				
	Hyderabad Exp +VAT	705	705	-
	Bellary (Exp. Oil)+VAT	621	622	-1
	Chellakere (Exp. Oil)+VAT	623	624	-1
	Erode (Exp. Oil)+VAT	665	660	+5
	Latur (Exp. Oil)+VAT	626	626	-
	Kandla/Mundra	630	625	+5
	Mumbai + VAT	675	665	+10
	Chennai (Loose)	660	660	-
Groundnut Oil				
	Hyderabad +VAT	770	770	-
	Chennai (Loose)	720	720	-
	Delhi (Loose)	820	800	+20
	Gondal+VAT	795	795	-
	Jamnagar +VAT	800	800	-
	Narsarropeth+VAT	726	721	+5
	Prodattour+VAT	726	711	+15
	Mumbai + VAT	775	765	+10
	Rajkot (Loose)	800	800	-
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	538	531	+7
	Sri Ganga Nagar(Exp Oil-Loose)	536	536	-
	Delhi (Exp. Oil) (Loose)	550	552	-2
	Jaipur (Expeller Oil) (Loose)	540	542	-2
	Kota (Expeller Oil) (Loose)	535	535	-
	Mumbai (Exp. Oil) +VAT	575	570	+5
	Kolkata	-	-	



### OIL COMPLEX-VEGETABLE OIL

April 04, 2011

	Hapur	560	550	+10
	Kacchi Ghani Oil	565	560	+5
Refined Cottonseed Oil				
	Mumbai +VAT	588	585	+3
	Hyderabad (Loose)	585	585	-
	Rajkot (Loose)	598	600	-2
	Delhi (Loose)	570	570	-
Malaysia Palmolein USD/MT				
	FOB (Oct)	1185	1185	-
	CNF (Oct) - India	1207	1212	-5
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1130	1125	+5
	CNF (Oct) - India	1157	1152	+5
Argentina FOB (\$/MT)		01-04-2011	31-03-2011	Change
Soybean Oil Ship(Sep)	Feb/Mar	1236	1246	-10
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1279	1289	-10
Sunflower Oil Ship(Sep)	Feb/Mar	-	-	-
Cottonseed Oil Ship(Sep)	Feb/Mar	1216	1226	-10
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1256	1266	-10

\*Indicates all paid price

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