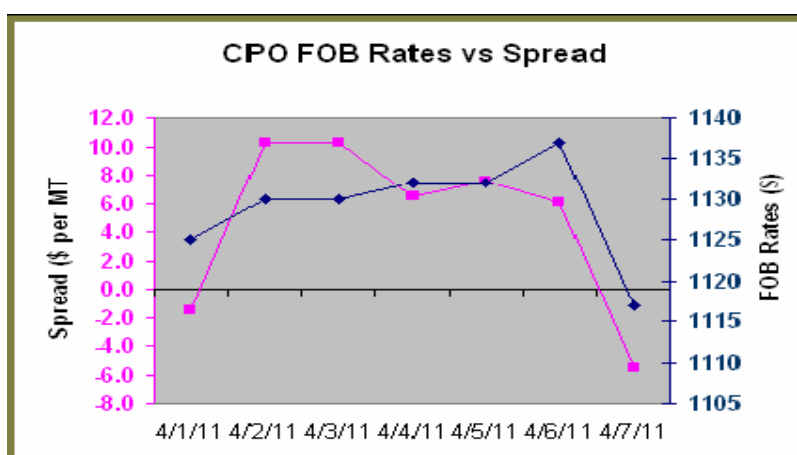


Veg Oil Summary

- ❖ Vegetable oil price may remain range bound. Weak demand and higher availability is likely to weigh on the price that may recoup led by developments on the import front.
- ❖ Internationally, ongoing normal harvest pace in Brazil and Argentina and likely cool off in China's soy demand in the months ahead remain negative drivers, while upward looking crude price remain supportive.

Palm oil price slipped lower in the spot market. BMD CPO price retreat as estimates by planters show a 28% jump in March output to 1.40 million tons; concerns of higher stock piles also originate despite likely pick up in demand on widening spread with soy oil.

- CPO FOB Rates remain volatile in the first week of April, surged higher in the first few days of April 2011 to as high as \$1137, they plunged back again to \$1117 until date. The same led to improvement in import parity as the spread (Landed cost vs. domestic cost) fall to (\$5.6) per MT. The same is likely to encourage CPO Imports.
- Average price spread between CSO Argentina and CPO Malaysia remain at \$ 90.58 per MT until 5th April 2011 which remains higher than the last year's level of \$12.5 per MT until same time previous year and the same remain in line with the 3 yrs. average spread of \$ 89 per MT. The same implicate that CPO Imports may improve both vis a vis last year April and previous month march 2011. However it remains subject to further development in the spread.
- Malaysia's end-March palm oil stocks likely reached 1.60 million-1.65 million metric tons, the highest since December, amid rising production after a bout of persistently bad weather last year that curbed output as put by the trade participants.



- Soy oil price traded lower in the spot market. Weakness in CBOT Soyoil and BMD CPO acted as negative cues. Domestically, higher oil availability and weak demand still exist as negative drivers; however likely decline in imports may act as a contemporary positive cue. Market also, second the view that soy oil imports are likely to slip lower due to import disparity, higher differential with palm and higher mustard availability around this time.
- Average CSO Spread(Landed cost vs. Domestic cost) which remain higher at \$ 31.82 per MT in March 2011 as compared to \$25.87 per MT in Feb 2011 and also higher from (\$4.09) per MT in march 2009-10 indicates lower soy oil imports in March along with catching up availability of other domestic oils like mustard.
- Going ahead from there on average spread has reached to \$ 17.92 per MT in April 2011 until 06th as compared to negative spread of \$ 20.73 same time last year, which indicates while soy oil import parity existed until this time last year, there is still disparity until April 2011 till date.
- On the Global front: likely pacing of Argentina's soy harvest and upward looking production estimates for Brazil along with slower soy demand from China remain negative drivers. USDA Report is eyed with expectation of mixed developments while world ending stocks are anticipated higher on adjustments being made for Brazil's production, there exist the two views on soy ending stock revision in US.
- Other Oils: Cotton seed oil price remain steady to lower in the domestic market. Demand from institutional buyers like hotel industry remains high while availability thickens. Availability is estimated at 11.97 lakh tonnes as compared to 10.8 lakh tonnes in 2009-10. Going forward, market participant expect prices of cotton seed oil to remain volatile as the same inculcate directional impact from Palm oil price which eased until now thereby causing a demand shift from cotton seed to Palm oil. Higher Availability of Mustard oil also contribute to the offsetting demand as the same lead shift from soy oil and palm to mustard, eventually pulling down the price of the later.
- Mustard oil price traded broadly higher in the spot market. While availability to remain thick as better crush margins this year enables the same, demand remains subdued as oil units remain hand to mouth while retail demand still remain low. Market sources suggest mustard oil price is likely to remain under pressure eventually while lesser soyoil imports may lift the consumption prospects for mustard.

NCDEX RSBO (Refined Soybean Oil)

Technical Analysis:

- ✓ Soy oil price trend remain range bound. Resistance is being felt by the bulls, dependable supports also situated ahead.
- ✓ Candle stick formation suggests indecision sets in.
- ✓ 625-635 still maintain as a current trading band for the price. 635 persist to be the important resistance juncture.
- ✓ Choppiness may remain the case inhibit caution. Also neither bulls nor bears have a clear majority.

Trade Recommendation-RSBO NCDEX (May)

Call	Entry	T1	T2	SL
SELL BELOW	630	626	624	634
Support & Resistance				
S2	S1	PCP	R1	R2
622	625	627.80	632	636



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ CPO price remain range bound with weak bias.
- ✓ 505 becomes the nearest reliable support on the lower side.
- ✓ While 522 on the higher side remains an important resistance level.
- ✓ 515-510 becomes the current trading range; drift in either direction will take the price further in the respective same.

Trade Recommendation - CPO MCX (May)

Call	Entry	T1	T2	SL
SELL BELOW	515	511	508	519
Support & Resistance				
S2	S1	PCP	R1	R2
505	510	512.50	517	522



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

NCDEX Spread	April	May	June	July
April	-	9.6	15.6	21
May	9.6	-	6	11.4
Jun	15.6	6	-	5.4

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	BERTH DATE	ETC	ACTIVITY
April Edible Oil Shipment							
Torm Thyra	Haldia	15,500	CDSBO	29/3/2011	30/3/2011	1/4/2011	Discharge
Angel No. 2	Haldia	7,299	CPO	3/4/2011			Discharge
M.T.Prisco Elizaveta	Kandla	15,500	CDSBO	7/4/2011			Discharge
Rasim Akar	Kakinada	5,100	Edible Oil	2/4/2011			Discharge
Au Aries	Kakinada	8,000	Edible Oil	10/4/2011			Discharge
Titan Glory	Kakinada	7,902	Edible Oil	30/3/2011	31/3/2011	2/4/2011	Discharge
Nilufer Sultan	Chennai	17,780	CSFO	30/3/2011	31/3/2011	5/4/2011	Discharge
Caribbean Renaissance	Chennai	8,000	CSFO	1/4/2011	4/4/2011	6/4/2011	Discharge
Caribbean Renaissance	Krishnapatnam	6,000	CSFO	7/4/2011			Discharge
Fair Faethon	Krishnapatnam	5,000	CPO	8/4/2011			Discharge
Rasim Akar	Krishnapatnam	5,100	CSFO	31/3/2011	1/4/2011	2/4/2011	Discharge
Edible Oil Shipments for April 2011		101,181					
Edible Oil Imports (Oil year 2010-11 till date)		2,953,501					

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		07-04-11	06-04-11	
Refined Soybean Oil	Mumbai +VAT	602	602	-
	Delhi (Loose)	620	620	-
	Indore (Loose)	583	585	-2
	Kota(Loose)	582	582	-
	Hyderabad+VAT	645	560	-15
	Jaipur(Loose)	585	585	-
	Rajkot(Loose)	590	590	-
	Akola(Loose)	638	636	+2
	Amrawati(Loose)	638	636	+2
	Haldiya Port(Loose)	601	601	-
	Jalna	629	631	-2
	Kakinada	623	626	-3

OIL COMPLEX-VEGETABLE OIL

April 08, 2011

	Nagpur	641	641	-
	SoyDegumKandla/Mundra+VAT	570	575	-5
	Soy Degum Mumbai+VAT	580	585	-5
Palm Oil				
	Kandla CPO (5%FFA)	516	520	-4
	Kandla RBD Palmolein +VAT	554	554	-
	Chennai RBD Palmolein (Loose)	550	555	-5
	Kakinada RBD Palmolein (Loose)	545	548	-3
	Mumbai RBD Pamolein+ VAT	560	560	-
	Hyd. RBD Palmolein VAT	582	585	-3
	Delhi RBD Palmolein (Loose)	590	590	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	700	700	-
	Bellary (Exp. Oil)+VAT	623	621	+2
	Chellakere (Exp. Oil)+VAT	626	624	+2
	Erode (Exp. Oil)+VAT	670	670	-
	Latur (Exp. Oil)+VAT	641	641	-
	Kandla/Mundra	622	630	-8
	Mumbai + VAT	660	665	-5
	Chennai (Loose)	660	655	+5
Groundnut Oil				
	Hyderabad +VAT	780	770	+10
	Chennai (Loose)	760	750	+10
	Delhi (Loose)	830	830	-
	Gondal+VAT	830	810	+20
	Jamnagar +VAT	830	810	+20
	Narsarropeth+VAT	761	751	+10
	Prodattour+VAT	761	751	+10
	Mumbai + VAT	810	800	+10
	Rajkot (Loose)	820	815	+5

OIL COMPLEX-VEGETABLE OIL

April 08, 2011

Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	543	545	-2
	Sri Ganga Nagar(Exp Oil-Loose)	534	534	-
	Delhi (Exp. Oil) (Loose)	560	560	-
	Jaipur (Expeller Oil) (Loose)	548	542	+6
	Kota (Expeller Oil) (Loose)	543	538	+5
	Mumbai (Exp. Oil) +VAT	580	577	+3
	Kolkata	-	624	-
	Hapur	575	575	-
	Kacchi Ghani Oil	565	-562.5	+2.5
Refined Cottonseed Oil				
	Mumbai +VAT	600	600	-
	Hyderabad (Loose)	590	590	-
	Rajkot (Loose)	600	605	-5
	Delhi (Loose)	590	590	-
Malaysia Palmolein USD/MT				
	FOB (Oct)	1177	1187	-10
	CNF (Oct) - India	1205	1215	-10
Indonesia/Malaysia CPO USD/MT				
	FOB (Oct)	1117	1137	-20
	CNF (Oct) - India	1145	1165	-20
Argentina FOB (\$/MT)		06-04-2011	05-04-2011	Change
Soybean Oil Ship(Sep)	Feb/Mar	-	1231	-
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	-	1274	-
Sunflower Oil Ship(Sep)	Feb/Mar	1280	1275	+5
Cottonseed Oil Ship(Sep)	Feb/Mar	-	1211	-
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	-	1251	-

OIL COMPLEX-VEGETABLE OIL

April 08, 2011

***Indicates all paid price**

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