

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.

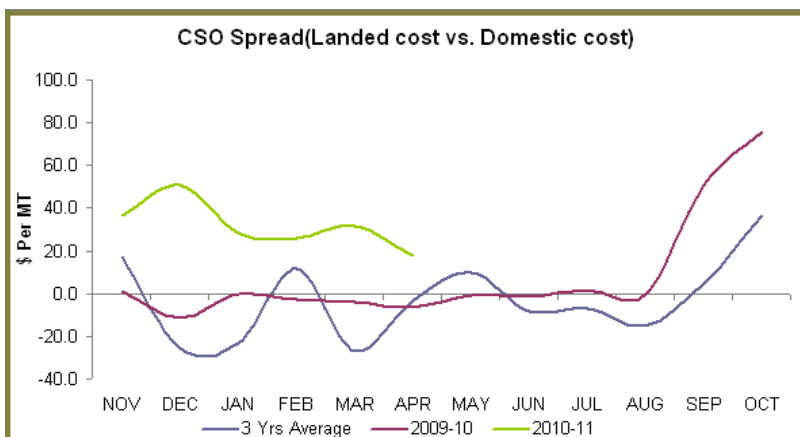
- Soy oil price depicted mixed sentiment in the spot market. CBOT Soy oil closed lower. While surge in crude oil price and drifting dollar remain supportive factors, much awaited USDA Report is anticipated to depict mixed developments.

- 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. Average spread has reached to \$ 17.97 per MT in April 2011 until 07th as compared to negative spread of \$16.47 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.

- Going forward the spread may ease, leading to import parity as 3 yrs. average spread of (\$3.1) per MT in the month of April, depict the potential for the same.

- On the Global front:: 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.



Palm oil price traded mix in the spot market. Malaysian Palm ended higher on the day however, price trend gets ranged, surging crude oil and widening spread with soy oil support while production concerns hover around.

- In Malaysia, Estimates by planters show a 28% jump in March output to 1.40 million tons; concerns of higher stock piles also originate. 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.
- 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, then plunged back to \$1117 before once again surging back to \$1135 until 08 April 11. CPO Import spread(Landed cost vs domestic cost) hover at \$ 5.5 per MT, averaged until 08 April 2011, while the same stood at \$13.81 same time a year ago. The same indicates CPO Imports scenario remain better vis a vis last year.
- Average price spread between CSO Argentina and CPO Malaysia remain at \$ 90.12 per MT until 8th April 2011 which remains higher than the last year's level of \$22.15 per MT until same time previous year and the same remain in line with the 3 yrs. average spread of \$ 89 per MT in April. The same implicate that CPO Imports may improve in India both vis a vis last year April and previous month march 2011. However it remains subject to further development in the spread.
- Mustard oil price trend remain ranged 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.** Candle stick formation suggests indecision prevail.
- ✓ 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
WAIT	-	-	-	-
Support & Resistance				
S2	S1	PCP	R1	R2
624	627	631.15	634	637



CPO (Crude Palm Oil)

Technical Analysis:

- ✓ **CPO price remain range bound with weak bias.**
- ✓ 510 becomes the nearest reliable support on the lower side.
- ✓ While 522 on the higher side remains an important resistance level.
- ✓ 522-510 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	519	516	513	523
Support & Resistance				
S2	S1	PCP	R1	R2
508	512	516.50	518	522



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

NCDEX Spread	April	May	June	July
April	-	10.1	15.95	22.2
May	10.1	-	5.85	12.1
Jun	15.95	5.85	-	6.25

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
		08-04-11	07-04-11	
Refined Soybean Oil	Mumbai +VAT	602	602	-
	Delhi (Loose)	615	620	-5
	Indore (Loose)	583	583	-
	Kota(Loose)	588	582	+6
	Hyderabad+VAT	645	645	-
	Jaipur(Loose)	591	585	+6
	Rajkot(Loose)	590	590	-
	Akola(Loose)	638	638	-
	Amrawati(Loose)	638	638	-
	Haldiya Port(Loose)	601	601	-
	Jalna	631	629	+2
	Kakinada	626	623	+3

OIL COMPLEX-VEGETABLE OIL

April 09, 2011

	Nagpur	641	641	-
	SoyDegumKandla/Mundra+VAT	570	570	-
	Soy Degum Mumbai+VAT	582	580	+2
Palm Oil				
	Kandla CPO (5%FFA)	518	516	+2
	Kandla RBD Palmolein +VAT	550	554	-4
	Chennai RBD Palmolein (Loose)	550	550	-
	Kakinada RBD Palmolein (Loose)	548	545	+3
	Mumbai RBD Pamolein+ VAT	560	560	-
	Hyd. RBD Palmolein VAT	585	582	+3
	Delhi RBD Palmolein (Loose)	585	590	-5
Refined Sunflower Oil				
	Hyderabad Exp +VAT	700	700	-
	Bellary (Exp. Oil)+VAT	623	623	-
	Chellakere (Exp. Oil)+VAT	625	626	-1
	Erode (Exp. Oil)+VAT	670	670	-
	Latur (Exp. Oil)+VAT	636	641	-5
	Kandla/Mundra	625	622	+3
	Mumbai + VAT	660	660	-
	Chennai (Loose)	660	660	-
Groundnut Oil				
	Hyderabad +VAT	800	780	+20
	Chennai (Loose)	800	760	+40
	Delhi (Loose)	850	830	+20
	Gondal+VAT	830	830	-
	Jamnagar +VAT	830	830	-
	Narsarropeth+VAT	781	761	+20
	Prodattour+VAT	769	761	+8
	Mumbai + VAT	810	810	-
	Rajkot (Loose)	820	820	-

OIL COMPLEX-VEGETABLE OIL

April 09, 2011

Rapeseed Oil	Alwar (Expeller Oil)(Loose)	543	543	-
	Sri Ganga Nagar(Exp Oil-Loose)	534	534	-
	Delhi (Exp. Oil) (Loose)	555	560	-5
	Jaipur (Expeller Oil) (Loose)	562	548	+14
	Kota (Expeller Oil) (Loose)	540	543	-3
	Mumbai (Exp. Oil) +VAT	579	580	-1
	Kolkata	-	-	-
	Hapur	565	575	-10
	Kacchi Ghani Oil	565	565	-
Refined Cottonseed Oil	Mumbai +VAT	602	600	+2
	Hyderabad (Loose)	600	590	+10
	Rajkot (Loose)	600	600	-
	Delhi (Loose)	580	590	-10
Malaysia Palmolein USD/MT	FOB (Oct)	1182	1177	+5
	CNF (Oct) - India	1210	1205	+5
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1135	1117	+18
	CNF (Oct) - India	1162	1145	+17
Argentina FOB (\$/MT)		7-04-2011	06-04-2011	Change
Soybean Oil Ship(Sep)	Feb/Mar	1224	-	-
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1266	-	-
Sunflower Oil Ship(Sep)	Feb/Mar	-	1280	-
Cottonseed Oil Ship(Sep)	Feb/Mar	1204	-	-
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1244	-	-

OIL COMPLEX-VEGETABLE OIL

April 09, 2011

*Indicates all paid price

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