

#### Veg Oil Summary

- ❖ Vegetable oil price may remain range bound. Pick up in domestic demand and decline in Vegoil imports remain supportive factors.
- ❖ On the international front, likely pick up in China's demand for soybean and oil in the immediate months. Lower stock projections in US, both for soybean and Soy oil along with higher Imports projections for China's soybean and soy oil imports, will remain optimistic factors that will remain supportive of the price.

Soy oil price continue to trade higher in the spot market. Lower closing by CBOT Soy oil could hardly curb the optimism.

- On the domestic front as market locate support from shortage of stock at ports, lesser Vegoil imports while demand for Soy oil refined picks up at places like Indore. While rising mustard oil price also lead to catching up demand of the prior until now, going forward mustard oil price is again likely to ease, which will affect soy oil demand as well.
- Total Edible oil imports declined by 14.8% to 3482615 MT in (Nov 2010-April 2011) as compared to 4089690 MT in 2009-10. Palm oil Imports declined 13.8% in the same period, while the CSO Imports plunge lower by 39.2% in oil year until April 2011 vis a vis last year. On Monthly basis, total edible oil imports grew by 11.2% in April as Palm oil imports grew by 35% to 342468 MT in April 2011 as compared to 253727 MT in March 2011. CSO Imports witnessed a dip of 61.5% in April 2011 vis a vis March 2011.
- Vegoil Imports took a plunge on YOY Basis, as higher domestic availability for soy oil led by improved crushing caused the same along with import disparity in soy oil that existed this year in comparison to parity, last year.
- We projected prior hand that, Total edible oil imports are likely to rise in April 2011 on MOM Basis, while lag behind in the current oil year until April 2011 on YOY Basis.

Veg oil Imports (MT.)	Mar-11	Apr-11	Nov-April 2010-11	Nov-April 2009-10	% Change YOY (Nov-April)	% Change MOM(March-April)
RBD	73768	26056	487090	676127	-28.0	-64.7
CPO	179959	316412	2172062	2410263	-9.9	75.8
Total Palm Oil	253727	342468	2659152	3086390	-13.8	35.0
CSO	81131	31250	372236	611877	-39.2	-61.5
Sunflower Oil	76230	76400	412161	301939	36.5	0.2
Total Edible Oil Imports	412088	458119	3482615	4089690	-14.8	11.2

- Soy oil Imports remain viable from Argentina and Brazil despite little recovery in FOB Rates, as depicted by negative import spread of (\$16.55) per MT calculated as on 12<sup>th</sup> May. While Landed cost from US remain surge higher on the back of recovery in FOB Rates, leading to disparity, depicted by spread of \$ 19.28 per MT.
- On the International front: China's soy oil imports from June to September are likely to reach a total of 600,000 tonnes, sharply up from about 50,000 tonnes expected for May as put by the China National Grain and Oils Information Center
- Palm oil traded higher in the spot market. On the last trading session, Malaysian palm oil extended gains to its highest level in 10 days, as positive demand expectations boosted prices. Lower than expected rise in ending stocks (April 2011) also lend support to market.
- Average price spread between CSO Argentina and CPO Malaysia reach at \$ 53.91 per MT (Average 1-14 May), which remain lower than the last months level of \$ 87.61 per MT. The spread hovered at \$9.5 per MT in May 2010 same duration.. The same implicate that CPO Imports continue to remain more favorable than soy oil in May 2011 as compared to last year, while narrowing spread with soy oil on MOM basis may have restrict the growth by curbing the rate of same.

#### NCDEX RSBO (Refined Soybean Oil)

##### Technical Analysis:

- ✓ Soy oil price continue to hover in a range. Trend line resistance may act, bulls may hold, still.
- ✓ Candlestick formation indicates, bulls gathering strength.
- ✓ 625-635 remains the current trading band for the price. Drift in either direction will take the price further in the respective same.
- ✓ Positioning of RSI in the daily chart favor bulls.

##### Trade Recommendation-RSBO NCDEX (June)

Call	Entry	T1	T2	SL
<b>BUY ABOVE</b>	626	630	635	622
Support & Resistance				
S2	S1	PCP	R1	R2
625	628	631.65	635	640



#### CPO (Crude Palm Oil)

##### Technical Analysis:

- ✓ CPO price remain range bound.
- ✓ 515 remains the nearest reliable support on the lower side.
- ✓ While 524 on the higher side becomes an important resistance level.
- ✓ 515-524 becomes the current trading range; drift in either direction will take the price further in the respective same.

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

Call	Entry	T1	T2	SL
<b>BUY ABOVE</b>	515	518	520	511
Support & Resistance				
S2	S1	PCP	R1	R2
512	515	517.90	524	527



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

NCDEX Spread	May	June	July	August
May	-	5.75	9.1	10.85
June	-5.75	-	3.35	5.1
July	-9.1	-3.35	-	1.75



OIL COMPLEX-VEGETABLE OIL

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VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	BERTH DATE	ETC	ACTIVITY
<b>May Edible Oil Shipment</b>							
Mt. Prosperity	Kandla	8,531	CPO	2/5/2011	2/5/2011	4/5/2011	Discharge
Mt.Anggarini	Kandla	13,995	CPO	13/5/2011			Discharge
Mt.Constance	Kandla	10540	CPO	3/5/2011			Discharge
Prisco Elizaveta	Haldia	13250	CDSBO	13/5/2011			Discharge
Wappen Von Stuttgart	Haldia	5,999	CPO	3/5/2011			Discharge
Fadl-E-Rabbi	Haldia	3,998	CPO	3/5/2011	6/5/2011	9/5/2011	Discharge
Titan Vision	Haldia	7,500	CPO	9/5/2011	12/5/2011	14/5/2011	Discharge
Lucky Mineral	Haldia	7,299	CPO	10/5/2011			Load
World Bridge	Haldia	9,314	CPO	16/5/2011			Discharge
Grazia	Haldia	16,000	CDSBO	-	2/5/2011	6/5/2011	Discharge
Nord Strait	Haldia	14,500	CDSBO	-	-	2/5/2011	Discharge
Sun Bridge	Haldia	6,500	CPO	14/5/2011			Discharge
Angel No. 2	Haldia	7,299	CPO	13/5/2011			Discharge
Mt. Prosperity	Kandla	8,531	CPO	2/5/2011			Discharge
M.T.Horizon	Kandla	18,000	CPO	20/5/2011			Discharge
Mt.Puitaloka	Kandla	18,000	CPO	20/5/2012			Discharge
M.T.Alangova	Kandla	14,500	CPO	20/5/2013			Discharge
M.T.Anggarini	Kandla	13,995	CPO	13/5/2011			Discharge
Mt.Ginga Caracal	Kandla	8,500	CPO	18/5/2011			Discharge
Mt.Stx Infinity	Kandla	13,500	CPO	15/5/2011			Discharge
Mt.Sc Ningbo	Kandla	12,000	CPO	12/5/2011			Discharge
Mt. Constancy	Kandla	10,540	CPO	3/5/2011			Discharge
Au Aries	Kandla	4,000	Edible Oil	2/5/2011			Discharge
Samho Emerald	Kandla	4,950	Edible Oil	3/5/2011			Discharge
Samho Valencia	Chennai	10,000	CSFO	15/5/2011			Discharge
Sun Bridge	Chennai	2,000	CPO	18/5/2011			Discharge
Jin Hai Tong	Chennai	8,140	Palm Oil	16/5/2011			Discharge
Golden Brilliance	Chennai	9,300	CPO	15/5/2011			Discharge
Wisdom	Chennai	7,840	CSFO	15/5/2011			Discharge
Samho Emerald	Chennai	5,100	CSFO	14/5/2011			Discharge
Samho Emerald	Chennai	5,100	CSFO	14/5/2011			Discharge
Sky Dream	Chennai	3,000	CPO	11/5/2011			Discharge

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Sun Bridge	Chennai	2,000	CPO	18/5/2011			Discharge
Samho Valencia	Chennai	10,000	CSFO	15/5/2011			Discharge
Au Aries	Kolkata	4,000	CPO	6/5/2011	6/5/2011	8/5/2011	Discharge
Asia Adventurer	Kolkata	5,200	CPO	4/5/2011	5/5/2011	6/5/2011	Discharge
Titan Glory	Kakinada	3,200	Edible Oil	11/5/2011			Discharge
jin Hai Wan	Kakinada	8,000	Edible Oil	15/5/2011			Discharge
Palma Prima	Kakinada	4,500	Edible Oil	7/5/2011	8/5/2011	9/5/2011	Discharge
Au Aries	Kakinada	4,000	Edible Oil	2/5/2011			Discharge
Elisabeth Schulte	Krishnapatnam	7,109	CPO	16/5/2011			Discharge
Fair Faethon	Krishnapatnam	6,000	CPO	12/5/2011			Discharge
Global Neptune	Mangalore	12,000	CPO	13/5/2011			Load
Liquid Plaiza	Mangalore	7,500	Sunflower Oil	3/5/2011			Discharge
<b>Edible Oil Shipments for May 2011</b>		<b>375,230</b>					
<b>Edible Oil Imports (Oil year 2010-11 till date)</b>		<b>3,774,798</b>					

## Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		14-05-11	13-05-11	
Refined Soybean Oil	Mumbai +VAT	602	602	-
	Delhi (Loose)	630	628	+2
	Indore (Loose)	600	595	+5
	Kota(Loose)	610	610	-
	Hyderabad+VAT	655	650	+5
	Jaipur(Loose)	620	620	-
	Rajkot(Loose)	600	598	+2
	Akola(Loose)	641	639	+2
	Amrawati(Loose)	641	639	+2
	Halidiya Port(Loose)	606	606	-
	Jalna	643	639	+4
	Kakinada	621	616	+5
	Nagpur	641	641	-
	SoyDegumKandla/Mundra+VAT	580	578	+2
	Soy Degum Mumbai+VAT	580	578	+2

Palm Oil				
	Kandla CPO (5%FFA)	525	524	+1
	Kandla RBD Palmolein +VAT	554	552	+2
	Chennai RBD Palmolein (Loose)	570	570	-
	Kakinada RBD Palmolein (Loose)	570	562	+8
	Mumbai RBD Pamolein+ VAT	570	570	-
	Hyd. RBD Palmolein VAT	605	598	+7
	Delhi RBD Palmolein (Loose)	605	605	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	710	705	+5
	Bellary (Exp. Oil)+VAT	626	626	-
	Chellakere (Exp. Oil)+VAT	629	629	-
	Erode (Exp. Oil)+VAT	680	678	+2
	Latur (Exp. Oil)+VAT	626	636	-10
	Kandla/Mundra	625	625	-
	Mumbai + VAT	670	670	-
	Chennai (Loose)	670	670	-
Groundnut Oil				
	Hyderabad +VAT	870	865	+5
	Chennai (Loose)	840	840	-
	Delhi (Loose)	870	870	-
	Gondal+VAT	835	830	+5
	Jamnagar +VAT	835	830	+5
	Narsarropeth+VAT	-	-	-
	Prodattour+VAT	826	826	-
	Mumbai + VAT	835	835	-
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	583	873	+10
	Sri Ganga Nagar(Exp Oil-Loose)	576	566	+10
	Delhi (Exp. Oil) (Loose)	602	600	+2
	Jaipur (Expeller Oil) (Loose)	585	577	+8



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	Kota (Expeller Oil) (Loose)	573	570	+3
	Mumbai (Exp. Oil) +VAT	607	602	+5
	Kolkata	-	-	-
	Hapur (Exp.Oil)+VAT	610	610	-
	Agra (Kacchi Ghani Oil) +VAT	620	610	+10
Refined Cottonseed Oil				
	Mumbai +VAT	615	605	+10
	Hyderabad (Loose)	605	600	+5
	Rajkot (Loose)	610	610	-
	Delhi (Loose)	600	598	+2
Malaysia Palmolein USD/MT				
	FOB (Oct)	1207	1200	+7
	CNF (Oct) - India	1235	1227	+8
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1130	1130	-
	CNF (Oct) - India	1157	1157	-
Argentina FOB (\$/MT)		13-05-2011	12-05-2011	Change
Soybean Oil Ship(Sep)	Feb/Mar	1180	1191	-11
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	1221	1233	-12
Sunflower Oil Ship(Sep)	Feb/Mar	1270	-	-
Cottonseed Oil Ship(Sep)	Feb/Mar	1160	1171	-11
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	1200	1211	-11

\*Indicates all paid price

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