

June 02, 2011

Domestic Fundamentals:

Soy oil price traded broadly lower in the spot market. Weakness in the international markets weighs on the price. While domestically, lower availability on reduction in crushing and lower stock at ports cap downside while better outlook for demand ahead of monsoon and marriage season also remain a supportive driver. Groundnut oil price traded mix in the spot market. Groundnut oil price trend become steady from middle to end of May as crushers manage to catch hold of seed for crushing as they get diverted towards summer crop arrivals, which builds up the supply. This brings down the cost of crushing and lead to reduction in disparity to just Rs. 5-10 per MT.

International Market Fundamentals:

Malaysian Palm ended weak. Concerns over larger carry over stocks continue to weigh on price. China plans to sell 2.12 million metric tons of soybeans from state reserves to five crushers The government will also sell 100,000 tons of soy oil at CNY8,900/ton to Cofco Group and Jiusan, and 60,000 tons of rapeseed oil from reserves to Cofco Group at CNY8,900/ton. Sales of the reserves are expected to be complete by the end of June and the same is likely increase supply and act as a price limiting factor.

Outlook:

Domestic edible oil price is likely to stay positively skewed. While demand outlook for the immediate time, is likely to offer support, as the same is anticipated to pick up, positive global outlook also remains a cause of optimism. India's Vegoil Imports are likely to improve in the upcoming months as domestic availability face a reduction and the same might offset part of the optimism. Meanwhile market is likely to find cues from the development on the weather front.

NCDEX Soy Ref

Contract	+/-	Open	High	Low	Close
Jun-11	-7.25	661.4	661.4	653.25	653.7
Jul-11	-7.7	662.75	662.75	653.8	654.5
Aug-11	-6.85	663.2	663.2	655.6	656.2
Sep-11	-	661	662.95	653.75	654.2

Contract	Volume	Change	OI	Change
Jun-11	135500	-17010	117630	-6560
Jul-11	102310	970	115240	14060
Aug-11	24020	-170	62860	5390
Sep-11	2690	730	14770	620

Spread	Jun-11	Jul-11	Aug-11	Sep-11
Spot	-31.7	-32.5	-34.2	-32.05
Jun-11	-	0.8	2.5	0.35
Jul-11	-0.8	-	1.7	-0.45
Aug-11	-2.5	-1.7	-	-2.15

MCX CPO:

Contract	+/-	Open	High	Low	Close
Jun-11	-6.7	533.8	533.9	526.2	527
Jul-11	-6.2	531.6	531.6	525.3	526.5
Aug-11	-5.6	531	531	525.5	526.6
Sep-11	-	-	-	-	-

Contract	Volume	Change	OI	Change
Jun-11	1108	-73	3967	34
Jul-11	1012	172	3934	102
Aug-11	278	149	378	89
Sep-11	-	-	-	-

Spread	Jun-11	Jul-11	Aug-11
Spot	5	5.5	5.4
Jun-11	-	-0.5	-0.4
Jul-11	0.5	-	0.1
Aug-11	0.4	-0.1	-

June 02, 2011

CBOT Soy Oil Futures:

Contract	+/-	Open	High	Low	Close
Jul-11	-	-	-	-	-
Aug-11	-	-	-	-	-
Sep-11	-	-	-	-	-
Oct-11	-	-	-	-	-
Dec-11	-	-	--	-	-

BMD CPO Futures:

Contract	+/-	Open	High	Low	Close
Jun-11	40	3473	3475	3435	3435
Jul-11	33	3445	3450	3400	3401
Aug-11	33	3382	3407	3358	3360
Sep-11	23	3366	3380	3336	3342

Prices will be updated tomorrow morning.

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
M.T Au Leo	Kandla	11,500	CPO	1/6/2011	Discharge
M.T Chemitec	Kandla	7,749	CPO	2/6/2011	Discharge
M.T. Golden Covenant	Kandla	14,000	Palm Oil	4/6/2011	Discharge
M.T. Heng Xing	Kandla	10,000	Palm Oil	2/6/2011	Discharge
My Antarctic	Mangalore	12,000	CPO	3/6/2011	Discharge
Sun Bridge	Chennai	2,000	CPO	1/6/2011	Discharge
Golden Brilliance	Chennai	9,300	CPO	2/6/2011	Discharge
Cf Zachary	Chennai	6,200	CPO	2/6/2011	Discharge
Jin Hai Tong	Chennai	8,150	Palm Oil	2/6/2011	Discharge
Hannibal 2	Krishnapatnam	4,000	CPO	9/6/2011	Discharge
Fair Artemis	Haldia	8,499	CPO	1/6/2011	Discharge
Edible Oil Shipments for June 2011		93,398			
Edible Oil Imports (Oil year 2010-11 till date)		4,249,279			

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		01-06-11	31-05-11	
Refined Soybean Oil	Mumbai +VAT	635	636	-1
	Delhi (Loose)	658	660	-2
	Indore (Loose)	622	625	-3



June 02, 2011

	Kota(Loose)	630	633	-3
	Hyderabad+VAT	-	680	-
	Jaipur(Loose)	645	645	-
	Rajkot(Loose)	625	625	-
	Akola(Loose)	661	659	+2
	Amrawati(Loose)	661	659	+2
	Haldiya Port(Loose)	641	641	-
	Jalna	668	664	+4
	Kakinada			
	Nagpur	656	656	-
	SoyDegumKandla/Mundra+VAT	613	615	-2
	Soy Degum Mumbai+VAT	610	613	-3
Palm Oil				
	Kandla CPO (5%FFA)	532	539	-7
	Kandla RBD Palmolein +VAT	555	565	-10
	Chennai RBD Palmolein (Loose)	585	590	-5
	Kakinada RBD Palmolein (Loose)	576	579	-3
	Mumbai RBD Pamolein+ VAT	580	585	-5
	Hyd. RBD Palmolein VAT	-	623	-
	Delhi RBD Palmolein (Loose)	610	610	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	-	740	-
	Bellary (Exp. Oil)+VAT	633	633	-
	Chellakere (Exp. Oil)+VAT	635	635	-
	Erode (Exp. Oil)+VAT	705	700	+5
	Latur (Exp. Oil)+VAT	666	666	-
	Kandla/Mundra	645	640	+5
	Mumbai + VAT	695	690	+5
	Chennai (Loose)	685	680	+5
Groundnut Oil				



June 02, 2011

	Hyderabad +VAT	-	880	-
	Chennai (Loose)	850	850	-
	Delhi (Loose)	870	875	-5
	Gondal+VAT	850	845	+5
	Jamnagar +VAT	850	845	+5
	Narsarropeth+VAT	881	881	-
	Prodattour+VAT	826	826	-
	Mumbai + VAT	860	860	-
	Rajkot (Loose)	850	850	-
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	633	629	+4
	Sri Ganga Nagar(Exp Oil-Loose)	625	625	-
	Delhi (Exp. Oil) (Loose)	636	640	-4
	Jaipur (Expeller Oil) (Loose)	615	615	-
	Kota (Expeller Oil) (Loose)	600	605	-5
	Mumbai (Exp. Oil) +VAT	636	636	-
	Kolkata	-	-	-
	Hapur+VAT	645	650	-5
	Agra (Kacchi Ghani Oil) +VAT	650	650	-
Refined Cottonseed Oil				
	Mumbai +VAT	635	635	-
	Hyderabad (Loose)	-	645	-
	Rajkot (Loose)	645	635	+10
	Delhi (Loose)	630	635	-5
Malaysia Palmolein USD/MT				
	FOB (Oct)	1233	1235	-2
	CNF (Oct) - India	1260	1263	-3
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1150	1150	-
	CNF (Oct) - India	1178	1178	-



June 02, 2011

Argentina FOB (\$/MT)		31-05-2011	26-05-2011	Change
Soybean Oil Ship(Sep)	Feb/Mar	-	1257	-
Refined Soy Oil (Bulk) Ship(Sep)	Feb/Mar	-	1301	-
Sunflower Oil Ship(Sep)	Feb/Mar	1315	1280	+35
Cottonseed Oil Ship(Sep)	Feb/Mar	-	1237	-
Refine Linseed Oil(Bulk) Ship(Sep)	Feb/Mar	-	1237	-

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.