

June 14, 2011

Domestic Fundamentals:

Soy oil Price broadly traded weak in the spot market. Domestic Sentiment: Choppy trade by Malaysian Palm could hardly be a directional cue. Market sources in Indore convey that soyoil demand continue to be sluggish as Rs. 630 (per 10 Kg.) level, act as strict restriction that cap the same, however lower stock at ports, induce demand from Maharashtra and Gujarat. Level of Rs. 610 - 615 (per 10 Kg.) is a supportive level that may stimulate more of same, going forward. CSO Imports in May (figures awaited by market) are likely to witness a surge on development of parity in CSO that happened in May 2011, for the first time since the start of Oil year 10-11, also supported by the fact that differential between CSO Argentina and CPO Malaysia witnessed a decline to \$ 72 per MT in May as compared to \$87.6 per MT in April. Moreso, reduction in domestic crushing on lesser seed availability as the new crop season starts, lead to shortfall in domestic availability. Above factors combined together are likely to cause a rise in CSO Imports in May 2011.

International Market Fundamentals:

Price Scenario in Malaysian Palm remain ed directed by Production and Stock Figures for May that defined the course of its walk. As per Latest set of Data, CPO production in Malaysia grew at rate of 13.74% which remain close to the projected rate of 13.01 and ending stocks inflated by 14.07% in May 2011 as compared to April 2010, which also remained close to our projection of 19.1%. **Going forward, price will take directional cues from Export figures (1 -20 June). Exports are most likely set for a rise within the same period**, on higher projection of Indian as well as Chinese Imports, coming from widened differential between CSO Argentina and CPO Malaysia rate that makes Palm relatively attractive.

Outlook:

Domestic edible oil price trend is likely remain range bound. Anticipations remain that demand will witness noticeable rise only at the June end and start of July, while lower availability on account of reduced crushing will remain supportive factor for the price. However, market sources indicate that import pipeline has been started to fill up but the pace of same is still to witness a rise.

NCDEX Soy Ref

Contract	+/-	Open	High	Low	Close
Jun-11	-2	643.55	646.95	642.3	642.9
Jul-11	-2.1	645.5	649.3	644.4	645
Aug-11	-2.4	647	651.05	645.8	646.4
Sep-11	-	648	648.7	645.45	647.7

Contract	Volume	Change	OI	Change
Jun-11	25470	5370	64730	-2280
Jul-11	112510	59700	137290	40
Aug-11	17030	9560	82390	1800
Sep-11	1250	1200	23330	940

Spread	Jun-11	Jul-11	Aug-11	Sep-11
Spot	-30.9	-33	-34.4	-35.7
Jun-11	-	2.1	3.5	4.8
Jul-11	-2.1	-	1.4	2.7
Aug-11	-3.5	-1.4	-	1.3

MCX CPO:

Contract	+/-	Open	High	Low	Close
Jun-11	-3.8	511.5	512.7	508.5	509.5
Jul-11	-3.2	511.5	512.8	508.9	510.2
Aug-11	-4	510	511.3	506.6	508
Sep-11	-	-	-	-	-

Contract	Volume	Change	OI	Change
Jun-11	630	543	2440	111
Jul-11	1525	1358	4596	275
Aug-11	874	803	2737	225
Sep-11	-	-	-	-

Spread	Jun-11	Jul-11	Aug-11
Spot	0.5	-0.2	2
Jun-11	-	0.7	-1.5
Jul-11	-0.7	-	-2.2
Aug-11	1.5	2.2	-

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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	-8	3240	3240	3228	3240
Jul-11	+21	3235	3285	3285	3281
Aug-11	+17	3224	3264	3264	3256
Sep-11	+18	3225	3262	3200	3258

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 Antartic	Mangalore	12,000	CPO	3/6/2011	Discharge
Sun Bridge	Chennai	2,000	CPO	1/6/2011	Discharge
Golden Brilliance	Chennai	9,300	CPO	4/6/2011	Discharge
Cf Zachary	Chennai	6,200	CPO	2/6/2011	Discharge
World Bridge	Chennai	3,500	CPO	5/6/2011	Discharge
Jin Hai Tong	Chennai	8,150	Palm Oil	3/6/2011	Discharge
Yong Tong I	Kakinada	9,500	Edible Oil	4/6/2011	Discharge
Samho Valencia	Chennai	10,000	CSFO	6/6/2011	Discharge
Samho Emerald	Chennai	5,100	CSFO	6/6/2011	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		121,498			
Edible Oil Imports (Oil year 2010 -11 till date)		4,277,379			



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Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		13-06-11	11-06-11	
Refined Soybean Oil	Mumbai +VAT	625	625	-
	Delhi (Loose)	645	645	-
	Indore (Loose)	612	612	-
	Kota(Loose)	628	630	-2
	Hyderabad+VAT	685	680	+5
	Jaipur(Loose)	635	640	-5
	Rajkot(Loose)	630	630	-
	Akola(Loose)	659	-	-
	Amrawati(Loose)	660	-	-
	Haldiya Port(Loose)	-	631	-
	Jalna	664	661	+3
	Kakinada	-	-	-
	Nagpur	656	656	-
	SoyDegumKandla/Mundra+VAT	605	605	-
	Soy Degum Mumbai+VAT	600	600	-
Palm Oil				
	Kandla CPO (5%FFA)	510	512	-2



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	Kandla RBD Palmolein +VAT	550	552	-2
	Chennai RBD Palmolein (Loose)	565	570	-5
	Kakinada RBD Palmolein (Loose)	553	549	+4
	Mumbai RBD Pamolein+ VAT	562	565	-3
	Hyd. RBD Palmolein VAT	590	595	-5
	Delhi RBD Palmolein (Loose)	590	590	-
Refined Sunflower Oil				
	Hyderabad Exp +VAT	735	740	-5
	Bellary (Exp. Oil)+VAT	633	634	-1
	Chellakere (Exp. Oil)+VAT	636	636	-
	Erode (Exp. Oil)+VAT	705	710	-5
	Latur (Exp. Oil)+VAT	661	661	-
	Kandla/Mundra	640	640	-
	Mumbai + VAT	685	690	-5
	Chennai (Loose)	690	690	-
Groundnut Oil				
	Hyderabad +VAT	900	900	-
	Chennai (Loose)	860	870	-10
	Delhi (Loose)	950	950	-



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	Gondal+VAT	950	950	-
	Jamnagar +VAT	950	950	-
	Narsarropeth+VAT	871	871	-
	Prodattour+VAT	901	901	-
	Mumbai + VAT	965	960	+5
	Rajkot (Loose)	950	950	-
Rapeseed Oil				
	Alwar (Expeller Oil)(Loose)	608	611	-3
	Sri Ganga Nagar(Exp Oil - Loose)	600	610	-10
	Delhi (Exp. Oil) (Loose)	625	622	+3
	Jaipur (Expeller Oil) (Loose)	610	610	-
	Kota (Expeller Oil) (Loose)	600	600	-
	Mumbai (Exp. Oil) +VAT	636	635	+1
	Kolkata	-	-	-
	Hapur+VAT	635	632	+3
	Agra (Kacchi Ghani Oil) +VAT	645	645	-
Refined Cottonseed Oil				
	Mumbai +VAT	628	630	-2
	Hyderabad (Loose)	625	625	-

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	Rajkot (Loose)	625	650	-25
	Delhi (Loose)	625	625	-
Malaysia Palmolein USD/MT				
	FOB (July)	1155	1185	-30
	CNF (July) - India	1183	1212	-29
Indonesia/Malaysia CPO USD/MT	FOB (June)	1100	1110	-10
	CNF (June) - India	1128	1137	-9
Argentina FOB (\$/MT)		10-06-2011	09-06-2011	Change
Soybean Oil Ship(Sep)		1240	1244	-4
Refined Soy Oil (Bulk) Ship(Sep)		1283	1287	-4
Sunflower Oil Ship(Sep)		1318	-	-
Cottonseed Oil Ship(Sep)		1220	1224	-4
Refine Linseed Oil(Bulk) Ship(Sep)		1260	1264	-4

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