

Domestic Fundamentals:

Steady to weak tone witnessed in domestic edible oil market on Tuesday as a result of weakness from overseas markets and higher area under oilseed crop cultivation prompted selling tone. Bearish sentiment at domestic as well as international market kept buyers and sellers in dilemma situation during the trading session. Existing higher demand at domestic market keeping retailers to go for higher quantity purchases but the falling international markets amid prevailing higher prices of edible oils (at domestic market) supporting them to apply wait and watch policy. Any sharp changes over the US and Malaysian futures likely to give better direction for the edible oils in short to medium term.

International Market Fundamentals:

As per news source, edible-oil producers revealed that, Chinese authorities have sanctioned a rise in the retail prices they charge and prices on supermarket shelves of China for cooking oil are jumping by 5%. The permission to raise prices granted by the National Development and Reform Commission, the government planning agency of China to oil producers. Malaysian palm oil futures fall on Thursday's trading session and prices rose by 35 point to MYR 3101 per metric tonnes (Oct'11 month contract). Comparable vegetable oils lower on persistent global economic jitters and crude prices that flirted with one-month lows.

CBOT Soy oil futures dropped by 0.82 points to 57.06 cents/pound as traders remained cautious of extending recent gains as August rains during the crop's reproductive stage can quickly boost soybean-yield prospects.

Outlook:

Weakening stocks during prevailing higher demand condition in domestic market amid nearing line of festivities likely to keep edible oil prices in firm tone for the short to medium term. Prices likely getting impact of international market and any sharp movements likely to decide the price scenario of domestic market.

NCDEX Soy Refined Oil

Contract	+/-	Open	High	Low	Close
Aug -11	-6.35	665.00	666.30	660.05	660.3
Sep -11	-7.00	662.00	662.35	655.15	655.7
Oct -11	-7.15	650.70	650.70	643.50	643.6
Nov-11	-7.05	642.95	642.95	636.00	636.2

Contract	Volume	Change	OI	Change
Aug -11	62400	-2430	137970	-3820
Sep -11	72770	16680	122190	8470
Oct -11	11750	740	53040	-60
Nov-11	1670	-340	13650	30

Spread	Aug-11	Sep-11	Oct-11	Nov-11
Spot	-22.25	-17.65	-5.6	1.8
Aug-11		-4.6	-16.65	-24.05
Sep-11			-12.05	-19.45
Oct-11				-7.4

MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-11	-5.90	489.00	490.00	482.70	484.50
Sep-11	-6.10	488.60	489.70	482.50	484.00
Oct-11	-5.80	486.40	487.50	481.20	482.30
Nov-11	-6.50	487.40	487.40	481.10	482.00

Contract	Volume	Change	OI	Change
Aug-11	942	133	7473	-79
Sep-11	629	-436	8483	-3
Oct-11	111	-221	2115	-4
Nov-11	8	-19	27	4

Spread	Aug-11	Sep-11	Oct-11	Nov-11
Spot	8.50	9.00	10.70	11.00
Aug-11		-0.50	-2.20	-2.50
Sep-11			-1.70	-2.00
Oct-11				-0.30

CBOT Soy Oil Futures (as on 03/08/2011):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Aug-11	-0.81	56.92	56.92	56.26	56.28
Sep-11	-0.79	56.98	57.03	56.36	56.42
Oct-11	-0.82	57.20	57.24	56.56	56.61
Dec-11	-0.82	57.60	57.72	57.00	57.06
Jan-12	-0.81	57.90	57.96	57.28	57.33

BMD CPO Futures (as on 04/08/2011):

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Aug-11	-5	3182	3182	3170	3170.00
Sep-11	-26	3122	3134	3118	3121.00
Oct-11	-35	3116	3121	3100	3101.00
Nov-11	-40	3110	3114	3091	3091.00

CBOT Soy oil and Malaysian CPO Futures Price Outlook:

CBOT Soy Oil Futures (Dec' 11 Month Contract)	Soy oil futures prices remain with bearish trend after taking support at 56.60 levels which seems strong support and 57.30 resistance higher sides. Prices likely to remain with firm bias movement in the range of 56.25-57.30.
Malaysian CPO Futures (Oct' 11 Month Contract)	Malaysian palm futures likely to remain with bearish tone. Prices likely to remain range bound in the range of 3098-3127. The level 3098 likely support the prices to remain in firm trend. 3127 level acting as immediate resistance on higher side.

Edible Oil Prices at Key Market as on Aug 4, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-08-2011	3-08-2011	
Refined Soybean Oil	Mumbai +VAT	642	642	Unch
	Delhi (Loose)	672	672	Unch
	Indore (Loose)	638	637	+1
	Kota(Loose)	650	648	+2
	Hyderabad+ VAT	710	720	-10
	Jaipur (Loose)	655	660	-5
	Rajkot (Loose)	630	630	Unch
	Akola (Loose)	684	684	Unch
	Amrawati (Loose)	684	684	Unch
	Haldiya Port (Loose)	636	641	-5
	Jalna	677	677	Unch
	Kakinada	660	670	-10
	Nagpur	679	679	Unch
	Soy Degum Kandla/Mundra+VAT	612	612	Unch
	Soy Degum Mumbai+VAT	610	612	-2
Palm Oil	Kandla CPO (5%FFA)	493	495	-2
	Kandla RBD Palmolein +VAT	540	545	-5
	Chennai RBD Palmolein (Loose)	562	565	-3
	Kakinada RBD Palmolein (Loose)	554	554	Unch
	Mumbai RBD Pamolein+ VAT	559	556	+3

	Hyd. RBD Palmolein VAT	605	605	Unch
	Delhi RBD Palmolein (Loose)	585	585	Unch
Refined Sunflower Oil	Hyderabad Exp +VAT	760	775	-15
	Bellary (Exp. Oil)+VAT	643	641	+2
	Chellakere (Exp. Oil)+VAT	671	671	Unch
	Erode (Exp. Oil)+VAT	715	715	Unch
	Latur (Exp. Oil)+VAT	671	671	Unch
	Kandla/Mundra	660	660	Unch
	Mumbai + VAT	700	700	Unch
	Chennai (Loose)	735	735	Unch
Groundnut Oil	Hyderabad +VAT	990	1005	-15
	Chennai (Loose)	890	900	-10
	Delhi (Loose)	1000	1000	Unch
	Gondal+VAT	980	980	Unch
	Jamnagar +VAT	980	980	Unch
	Narsarropeth+VAT	821	821	Unch
	Prodattour+VAT	861	861	Unch
	Mumbai + VAT	975	975	Unch
	Rajkot (Loose)	975	975	Unch
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	641	641	Unch
	Sri Ganga Nagar(Exp Oil-Loose)	625	630	-5
	Delhi (Exp. Oil) (Loose)	665	665	Unch
	Jaipur (Expeller Oil) (Loose)	640	640	Unch
	Kota (Expeller Oil) (Loose)	630	631	-1
	Mumbai (Exp. Oil) +VAT	668	668	Unch
	Kolkatta	-	-	-
	Hapur+VAT	663	668	-5
	Agra (Kacchi Ghani Oil) +VAT	673	680	-7
Refined Cottonseed Oil	Mumbai +VAT	672	670	+2
	Hyderabad (Loose)	685	690	-5
	Rajkot (Loose)	670	672	-2
	Delhi (Loose)	658	658	Unch
Sesame Oil	Delhi	640	640	Unch
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	560	560	Unch
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	430	430	Unch

Malaysia Palmolein USD/MT	FOB (Oct)	1175	1178	-3
	CNF (Oct) - India	1210	1213	-3
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1073	1075	-2
	CNF (Oct) - India	1108	1110	-2
Argentina FOB (\$/MT)		3-08-2011	2-08-2011	Change
Crude Soybean Oil Ship(Sep)		1267	1279	-12
Refined Soy Oil (Bulk) Ship(Sep)		1311	1323	-12
Sunflower Oil Ship(Sep)		-	-	-
Cottonseed Oil Ship(Sep)		1247	1259	-12
Refine Linseed Oil(Bulk) Ship(Sep)		1412	1424	-12

Indian Vessel Line up for Edible Oils (August)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
M.T. GINGA FALCON	Kandla	5350	CPO	1/8/2011	Discharge
M.T. MALPENSA	Kandla	7000	CPO	1/8/2011	Discharge
M.T. MALPENSA	Kandla	7000	CPO	1/8/2011	Discharge
M.T. GINGA FALCON	Kandla	5350	CPO	5/8/2011	Discharge
M.T.SKY DREAM	Kandla	15000	Palm Oil	2/8/2011	Discharge
M.T.HORIZON	Kandla	30000	Palm Oil	4/8/2011	Discharge
M.T.SKY DREAM	Kandla	15000	Palm Oil	4/8/2011	Discharge
SOUTHERN HAWK	Manglore	9000	CPO	1/8/2011	Discharge
MT.ARMADA GEMA	Krishnapatnam	8300	CPO	1/8/2011	Discharge
WORLD BRIDGE	Krishnapatnam	9500	CPO	12/8/2011	Discharge
MT. PALMA PRIMA	Krishnapatnam	8300	CPO	3/8/2011	Discharge
SICHEM PANDORA	Chennai	4000	CPO	1/8/2011	Discharge
NORLAKE	Chennai	15000	CSFO	3/8/2011	Discharge
CAPE BANK	Chennai	7875	CSFO	3/8/2011	Discharge
FENG HAI 22	Chennai	5500	Palm Oil	1/8/2011	Discharge
HAPPY VENTURE	Mormugao	11000	CPO	2/8/2011	Discharge
YUE YOU 902	Tuticorin	6000	Palm Oil	4/8/2011	Discharge
FENG HAI 15	Tuticorin	3000	Palm Oil	3/8/2011	Discharge
Edible Oil Shipments for July 2011		172,175			
Edible Oil Imports (Oil year 2010-11 till date)		6,860,089			

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.