

### Domestic Fundamentals:

Weak tone witnessed in domestic edible oil market on Friday as a result of sharp decline over the international edible oil market. Domestic edible oil traders started aggressive selling which full the prices down by Rs. 6-8 per 10 kg in soy oil and palm oil mainly. Meanwhile, buyers remained slightly inactive to get the direction over the falling prices at international market. Retailers may remain slightly inactive in expectation of further fall in domestic market edible oil prices. Improved acreage of oilseeds also remains as bearish factor for the prices for medium term.

### International Market Fundamentals:

As per the market source, Malaysia palm oil stocks in July likely fell from an 18-month high as combined export and domestic demand outpaced production.

Stocks in the world's No. 2 producer probably fell 2.8 percent to nearly 2 million tonnes, easing from 2.05 million tonnes hit in June as strong overseas demand ate into inventories.

Output in July probably fell 3.1 percent to 1.70 million tonnes as some oil palm tree stress and drier weather curb yields, snapping three months of output growth.

July's exports likely rose 3 percent to hit 1.63 million tonnes as a result of big orders from top buyers like India and China as well as last-minute demand from Muslim countries ahead of Eid Al-Fitr celebrations in September.

Malaysian palm oil futures fall sturdily to its one month lowest levels on Friday's trading session by 50 points to MYR 3051 per metric tonnes (Oct'11 month contract). Broad-based sell-off in commodities, as risk-averse investors worried about the health of the U.S. economy ahead of a key jobs data remained the bearish factor for the drop in Malaysian palm futures.

CBOT Soy oil futures sturdily dropped by 1.19 points to 55.87 cents/pound as a result of sharp losses in crude oil and ongoing economic worries pressured the soy oil prices.

### 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	<b>-2.35</b>	656.10	659.30	652.80	658.8
Sep -11	<b>-6.00</b>	654.25	654.25	644.70	651.1
Oct -11	<b>-6.45</b>	639.80	639.80	628.05	637.6
Nov-11	<b>-5.75</b>	628.05	631.00	623.70	631.0

Contract	Volume	Change	OI	Change
Aug -11	94580	32180	132710	-5260
Sep -11	112270	39500	126150	3960
Oct -11	16640	4890	55170	2130
Nov-11	1780	110	13290	-360

Spread	Aug-11	Sep-11	Oct-11	Nov-11
Spot	-26.75	-19.05	-5.6	1
Aug-11		-7.7	-21.15	-27.75
Sep-11			-13.45	-20.05
Oct-11				-6.6

### MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-11	<b>-4.60</b>	480.00	481.30	475.70	479.40
Sep-11	<b>-5.40</b>	478.10	480.30	475.70	478.50
Oct-11	<b>-6.40</b>	475.00	478.40	474.00	476.30
Nov-11	<b>-7.50</b>	477.90	479.40	475.00	477.00

Contract	Volume	Change	OI	Change
Aug-11	1654	712	6860	-613
Sep-11	1431	802	8162	-321
Oct-11	152	41	2121	6
Nov-11	30	22	38	11

Spread	Aug-11	Sep-11	Oct-11	Nov-11
Spot	7.60	8.50	10.70	10.00
Aug-11		-0.90	-3.10	-2.40
Sep-11			-2.20	-1.50
Oct-11				0.70

**CBOT Soy Oil Futures (as on 04/08/2011):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Aug-11	<b>-1.10</b>	55.55	55.65	54.88	55.18
Sep-11	<b>-1.13</b>	56.55	56.60	54.95	55.29
Oct-11	<b>-1.13</b>	56.76	56.76	55.15	55.48
Dec-11	<b>-1.19</b>	57.20	57.24	55.52	55.87
Jan-12	<b>-1.18</b>	57.39	57.40	55.88	56.15

**BMD CPO Futures (as on 05/08/2011):**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Aug-11	<b>-30</b>	3130	3140	3130	3128.00
Sep-11	<b>-42</b>	3050	3091	3045	3079.00
Oct-11	<b>-50</b>	3021	3063	3021	3051.00
Nov-11	<b>-47</b>	3010	3048	3010	3044.00

**CBOT Soy oil and Malaysian CPO Futures Market Price Outlook:**

CBOT Soy Oil Futures (Dec' 11 Month Contract)	Soy oil futures prices remain with bearish trend and sturdily fall up to 55 levels. Prices likely get support at these levels and 56 levels may act as strong resistance for the prices for short term.
Malaysian CPO Futures (Oct' 11 Month Contract)	Malaysian palm futures likely to fill the gap in coming sessions after taking support at 3050 levels. 3050-3100 likely to be the price range for tomorrows trading session.

**Edible Oil Prices at Key Market as on Aug 5, 2011**

Commodity	Centre	Prices(Per 10 Kg)		Change
		5-08-2011	4-08-2011	
Refined Soybean Oil	Mumbai +VAT	635	642	<b>-7</b>
	Delhi (Loose)	667	672	<b>-5</b>
	Indore (Loose)	632	638	<b>-6</b>
	Kota(Loose)	640	650	<b>-10</b>
	Hyderabad+ VAT	710	710	<b>Unch</b>
	Jaipur (Loose)	650	655	<b>-5</b>
	Rajkot (Loose)	625	630	<b>-5</b>
	Akola (Loose)	678	684	<b>-6</b>
	Amrawati (Loose)	678	684	<b>-6</b>
	Haldiya Port (Loose)	631	636	<b>-5</b>
	Jalna	674	677	<b>-3</b>
	Kakinada	660	660	<b>Unch</b>
	Nagpur	678	679	<b>-1</b>
	Soy Degum Kandla/Mundra+VAT	605	612	<b>-7</b>
	Soy Degum Mumbai+VAT	602	610	<b>-8</b>
Palm Oil	Kandla CPO (5%FFA)	487	493	<b>-6</b>
	Kandla RBD Palmolein +VAT	535	540	<b>-5</b>
	Chennai RBD Palmolein (Loose)	555	562	<b>-7</b>
	Kakinada RBD Palmolein (Loose)	551	554	<b>-3</b>
	Mumbai RBD Pamolein+ VAT	554	559	<b>-5</b>

	Hyd. RBD Palmolein VAT	605	605	Unch
	Delhi RBD Palmolein (Loose)	580	585	-5
Refined Sunflower Oil	Hyderabad Exp +VAT	760	760	Unch
	Bellary (Exp. Oil)+VAT	641	643	-2
	Chellakere (Exp. Oil)+VAT	671	671	Unch
	Erode (Exp. Oil)+VAT	715	715	Unch
	Latur (Exp. Oil)+VAT	657	671	-14
	Kandla/Mundra	655	660	-5
	Mumbai + VAT	695	700	-5
	Chennai (Loose)	735	735	Unch
Groundnut Oil	Hyderabad +VAT	990	990	Unch
	Chennai (Loose)	890	890	Unch
	Delhi (Loose)	990	1000	-10
	Gondal+VAT	960	980	-20
	Jamnagar +VAT	960	980	-20
	Narsarropeth+VAT	821	821	Unch
	Prodattour+VAT	861	861	Unch
	Mumbai + VAT	970	975	-5
	Rajkot (Loose)	960	975	-15
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	631	641	-10
	Sri Ganga Nagar(Exp Oil-Loose)	616	625	-9
	Delhi (Exp. Oil) (Loose)	655	665	-10
	Jaipur (Expeller Oil) (Loose)	635	640	-5
	Kota (Expeller Oil) (Loose)	625	630	-5
	Mumbai (Exp. Oil) +VAT	664	668	-4
	Kolkatta	-	-	-
	Hapur+VAT	655	663	-8
	Agra (Kacchi Ghani Oil) +VAT	666	673	-7
Refined Cottonseed Oil	Mumbai +VAT	670	672	-2
	Hyderabad (Loose)	685	685	Unch
	Rajkot (Loose)	665	670	-5
	Delhi (Loose)	648	658	-10
Sesame Oil	Delhi	635	640	-5
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	555	560	-5
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	430	430	Unch

<b>Malaysia Palmolein USD/MT</b>	FOB (Oct)	1145	1175	<b>-30</b>
	CNF (Oct) - India	1180	1210	<b>-30</b>
<b>Indonesia/Malaysia CPO USD/MT</b>	FOB (Oct)	1045	1073	<b>-28</b>
	CNF (Oct) - India	1080	1108	<b>-28</b>
<b>Argentina FOB (\$/MT)</b>		<b>4-08-2011</b>	<b>3-08-2011</b>	<b>Change</b>
Crude Soybean Oil Ship(Sep)		1245	1267	<b>-22</b>
Refined Soy Oil (Bulk) Ship(Sep)		1289	1311	<b>-22</b>
Sunflower Oil Ship(Sep)		-	-	<b>-</b>
Cottonseed Oil Ship(Sep)		1225	1247	<b>-22</b>
Refine Linseed Oil(Bulk) Ship(Sep)		1390	1412	<b>-22</b>

**Indian Vessel Line up for Edible Oils (August)**

<b>VESSEL</b>	<b>PORT</b>	<b>QUANTITY (MT.)</b>	<b>EDIBLE OIL</b>	<b>ETA</b>	<b>ACTIVITY</b>
M.T. GINGA FALCON	Kandla	5350	CPO	6/8/2011	Discharge
M.T. MALPENSA	Kandla	7000	CPO	1/8/2011	Discharge
M.T.ROYAL EMERALD	Kandla	12000	CPO	16/8/2011	Discharge
M.T. BUNGA ASTER	Kandla	12000	CPO	6/8/2011	Discharge
M.T.FENG HAI 11	Kandla	12000	CPO	18/8/2011	Discharge
M.T.ROYAL JASPER	Kandla	12000	CPO	12/8/2011	Discharge
M.T.SKY DREAM	Kandla	15000	Palm Oil	5/8/2011	Discharge
M.T. CHEMROAD SEA	Kandla	12000	Palm Oil	6/8/2011	Discharge
M.T.HORIZON	Kandla	30000	Palm Oil	4/8/2011	Discharge
M.T.SKY DREAM	Kandla	15000	Palm Oil	4/8/2011	Discharge
M.T.PILTENE	Kandla	12000	CDSBO	14/8/2011	Discharge
SC NINGBO	Manglore	7200	RBD PALMOLEIN	5/8/2011	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	3/8/2011	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	5/8/2011	Discharge
AINAZI	Haldia	15000	CDSBO	3/8/2011	Discharge
AU ARIES	Haldia	7999	CPO	6/8/2011	Discharge
MT SEA WAVE	Mundra	140346	CPO	4/8/2011	Discharge
MT YANGTZE STAR	Mundra	268898	CPO	5/8/2011	Discharge



<b>Edible Oil Shipments for July 2011</b>	<b>671,268</b>			
<b>Edible Oil Imports (Oil year 2010-11 till date)</b>	<b>7,359,182</b>			

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