

### Domestic Fundamentals:

Domestic edible oil market continued to remain flat on Monday's trading sessions as a result of sluggish trading activities. Bearish factors from domestic as well as international markets hindering the active purchases in the market. Retailers continued remain inactive in-expectation of further fall in domestic edible oil prices in comparison to falling international market prices. Meanwhile, improved sowing progress of oilseeds amid well distribution of rains over major oilseed growing regions giving hopes of better output in 2011 and likely to keep domestic market edible oil prices in weak tone.

Retailers may start buying edible oil stocks in after getting direction over the international market prices and to meet any surge in domestic market edible oil demand as festivities are in line in the month of August and September.

### International Market Fundamentals:

Malaysian palm futures continued to remain with bearish note on Monday's trading session and fall by 57 points to MYR 2994 per MT. As per Malaysian Palm oil Board, its palm oil production has hit its highest for this year in July to 18.30million tonnes compared to same month last year at 17 million metric tonnes and will start a downward trend expected to last until December. US debt worries continued to impact on US as well Malaysian futures.

Market participants feel, there will be higher imports of palm oil products in the week as Malaysian palm futures fell to its more than nine month low.

CBOT Soy oil futures are at near 5-month lows after a decline of 0.32 points to 55.55 cents per pound on Friday's trading session on concern of US debt crisis amid sharp losses in the crude oil. However the concern likely to keep the soy oil futures prices in weak tone with sideways movement in the week period.

### 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  | -1.35 | 652.20 | 658.50 | 650.70 | 654.5 |
| Sep -11  | -1.05 | 642.00 | 649.70 | 641.00 | 645.4 |
| Oct -11  | -4.15 | 626.10 | 632.60 | 625.50 | 627.3 |
| Nov-11   | -5.50 | 621.85 | 628.00 | 619.75 | 621.6 |

| Contract | Volume | Change | OI     | Change |
|----------|--------|--------|--------|--------|
| Aug -11  | 59450  | 5190   | 117080 | -6830  |
| Sep -11  | 105500 | 31320  | 123620 | -1990  |
| Oct -11  | 22610  | 9690   | 63620  | 7620   |
| Nov-11   | 5640   | 5020   | 13710  | 480    |

| Spread | Aug-11 | Sep-11 | Oct-11 | Nov-11 |
|--------|--------|--------|--------|--------|
| Spot   | -22.5  | -13.35 | 4.7    | 10.4   |
| Aug-11 |        | -9.15  | -27.2  | -32.9  |
| Sep-11 |        |        | -18.05 | -23.75 |
| Oct-11 |        |        |        | -5.7   |

#### MCX CPO:

| Contract | +/-   | Open   | High   | Low    | Close  |
|----------|-------|--------|--------|--------|--------|
| Aug-11   | +1.00 | 473.70 | 479.00 | 472.00 | 475.80 |
| Sep-11   | +1.60 | 470.50 | 476.80 | 470.00 | 474.20 |
| Oct-11   | +2.00 | 468.70 | 474.80 | 468.50 | 472.20 |
| Nov-11   | +0.40 | 470.50 | 475.80 | 470.50 | 472.50 |

| Contract | Volume | Change | OI   | Change |
|----------|--------|--------|------|--------|
| Aug-11   | 2466   | 1420   | 5426 | -1145  |
| Sep-11   | 2355   | 1287   | 7781 | -225   |
| Oct-11   | 927    | 719    | 1893 | -237   |
| Nov-11   | 51     | 37     | 54   | 10     |

| Spread | Aug-11 | Sep-11 | Oct-11 | Nov-11 |
|--------|--------|--------|--------|--------|
| Spot   | 6.20   | 7.80   | 9.80   | 9.50   |
| Aug-11 |        | -1.60  | -3.60  | -3.30  |
| Sep-11 |        |        | -2.00  | -1.70  |
| Oct-11 |        |        |        | 0.30   |

**CBOT Soy Oil Futures (as on 05/08/2011):**

(Values in US cents/lb)

| Contract | +/-          | Open  | High  | Low   | Close |
|----------|--------------|-------|-------|-------|-------|
| Aug-11   | <b>-0.28</b> | 55.14 | 55.14 | 54.00 | 54.90 |
| Sep-11   | <b>-0.29</b> | 55.03 | 55.37 | 54.08 | 55.00 |
| Oct-11   | <b>-0.31</b> | 55.25 | 55.55 | 54.25 | 55.17 |
| Dec-11   | <b>-0.32</b> | 55.62 | 55.94 | 54.63 | 55.55 |
| Jan-12   | <b>-0.32</b> | 55.99 | 56.16 | 54.94 | 55.83 |

\*CBOT remained close on Sat and Sun.

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

(Values in MYR/tonnes)

| Contract | +/-        | Open | High | Low  | Close   |
|----------|------------|------|------|------|---------|
| Aug-11   | <b>-8</b>  | 3133 | 3133 | 3120 | 3120.00 |
| Sep-11   | <b>-43</b> | 3052 | 3074 | 3036 | 3036.00 |
| Oct-11   | <b>-57</b> | 3034 | 3046 | 2994 | 2994.00 |
| Nov-11   | <b>-64</b> | 3023 | 3029 | 2979 | 2980.00 |

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

|   |  |
|---|--|
| CBOT Soy Oil Futures<br>(Dec' 11 Month Contract)  | Soy oil futures prices remain range bound with bearish trend and likely extend its fall to the levels of 50.00. Prices likely get support at these levels and 55 levels may act as resistance for the prices for short term.                       |
| Malaysian CPO Futures<br>(Oct' 11 Month Contract) | Malaysian palm futures likely to fill the gap in coming sessions after taking support at 3000 levels. Breaching the nearby resistance at 3063 likely keep the trend bullish. 3000-3065 likely to be the price range for tomorrows trading session. |

**Edible Oil Prices at Key Market as on Aug 8, 2011**

| Commodity           | Centre                         | Prices(Per 10 Kg) |           | Change |
|---------------------|--------------------------------|-------------------|-----------|--------|
|                     |                                | 8-08-2011         | 6-08-2011 |        |
| Refined Soybean Oil | Mumbai +VAT                    | 635               | 635       | Unch   |
|                     | Delhi (Loose)                  | 670               | 668       | +2     |
|                     | Indore (Loose)                 | 632               | 632       | Unch   |
|                     | Kota(Loose)                    | 640               | 640       | Unch   |
|                     | Hyderabad+ VAT                 | 705               | -         |        |
|                     | Jaipur (Loose)                 | 650               | 650       | Unch   |
|                     | Rajkot (Loose)                 | 630               | 630       | Unch   |
|                     | Akola (Loose)                  | 676               | 676       | Unch   |
|                     | Amrawati (Loose)               | 676               | 676       | Unch   |
|                     | Haldiya Port (Loose)           | 631               | 631       | Unch   |
|                     | Jalna                          | 671               | 674       | -3     |
|                     | Kakinada                       | 660               | -         | -      |
|                     | Nagpur                         | 676               | 679       | -3     |
|                     | Soy Degum Kandla/Mundra+VAT    | 605               | 605       | Unch   |
|                     | Soy Degum Mumbai+VAT           | 600               | 600       | Unch   |
| Palm Oil            | Kandla CPO (5%FFA)             | 482               | 486       | -4     |
|                     | Kandla RBD Palmolein +VAT      | 535               | 535       | Unch   |
|                     | Chennai RBD Palmolein (Loose)  | 550               | 555       | -5     |
|                     | Kakinada RBD Palmolein (Loose) | 546               | 551       | -5     |
|                     | Mumbai RBD Pamolein+ VAT       | 557               | 557       | Unch   |

|                        |                                |     |     |      |
|------------------------|--------------------------------|-----|-----|------|
|                        | Hyd. RBD Palmolein VAT         | 600 | -   | -    |
|                        | Delhi RBD Palmolein (Loose)    | 580 | 580 | Unch |
|                        |                                |     |     |      |
| Refined Sunflower Oil  | Hyderabad Exp +VAT             | 755 | -   | -    |
|                        | Bellary (Exp. Oil)+VAT         | 641 | 643 | -2   |
|                        | Chellakere (Exp. Oil)+VAT      | 671 | 671 | Unch |
|                        | Erode (Exp. Oil)+VAT           | 710 | 715 | -5   |
|                        | Latur (Exp. Oil)+VAT           | 661 | 657 | +4   |
|                        | Kandla/Mundra                  | 655 | 655 | Unch |
|                        | Mumbai + VAT                   | 695 | 695 | Unch |
|                        | Chennai (Loose)                | 735 | 735 | Unch |
|                        |                                |     |     |      |
| Groundnut Oil          | Hyderabad +VAT                 | 990 | -   | -    |
|                        | Chennai (Loose)                | 890 | 890 | Unch |
|                        | Delhi (Loose)                  | 980 | 980 | Unch |
|                        | Gondal+VAT                     | 960 | 955 | +5   |
|                        | Jamnagar +VAT                  | 960 | 955 | +5   |
|                        | Narsarropeth+VAT               | 821 | 821 | Unch |
|                        | Prodattour+VAT                 | 861 | 861 | Unch |
|                        | Mumbai + VAT                   | 965 | 970 | -5   |
|                        | Rajkot (Loose)                 | 960 | 960 | Unch |
|                        |                                |     |     |      |
| Rapeseed Oil           | Alwar (Expeller Oil)(Loose)    | 636 | 631 | +5   |
|                        | Sri Ganga Nagar(Exp Oil-Loose) | 620 | -   | -    |
|                        | Delhi (Exp. Oil) (Loose)       | 660 | 650 | +10  |
|                        | Jaipur (Expeller Oil) (Loose)  | 630 | 635 | -5   |
|                        | Kota (Expeller Oil) (Loose)    | 625 | 625 | Unch |
|                        | Mumbai (Exp. Oil) +VAT         | 654 | 662 | -8   |
|                        | Kolkatta                       | -   | -   | -    |
|                        | Hapur+VAT                      | 655 | 652 | +3   |
|                        | Agra (Kacchi Ghani Oil) +VAT   |     | 665 |      |
|                        |                                |     |     |      |
| Refined Cottonseed Oil | Mumbai +VAT                    | 665 | 668 | -3   |
|                        | Hyderabad (Loose)              | 680 | -   |      |
|                        | Rajkot (Loose)                 | 662 | 665 | -3   |
|                        | Delhi (Loose)                  | 642 | 645 | -3   |
| Sesame Oil             | Delhi                          | 635 | 635 | Unch |
|                        | Mumbai                         | 775 | 775 | Unch |
| Rice Bran Oil (40%)    | Delhi                          | 550 | 555 | -5   |
|                        | Punjab                         | 550 | 550 | Unch |
| Rice Bran Oil (70%)    | Delhi                          | 425 | 430 | -5   |

|  |                   |                  |                  |               |
|--|-------------------|------------------|------------------|---------------|
| <b>Malaysia Palmolein<br/>USD/MT</b>     | FOB (Oct)         | 1150             | 1160             | <b>-10</b>    |
|  | CNF (Oct) - India | 1185             | 1195             | <b>-10</b>    |
| <b>Indonesia/Malaysia<br/>CPO USD/MT</b> | FOB (Oct)         | -                | 1050             | <b>-</b>      |
|  | CNF (Oct) - India | -                | 1085             | <b>-</b>      |
|  |                   |                  |                  |               |
| <b>Argentina FOB (\$/MT)</b>             |                   | <b>5-08-2011</b> | <b>4-08-2011</b> | <b>Change</b> |
| Crude Soybean Oil Ship(Sep)              |                   | 1243             | 1245             | <b>-2</b>     |
| Refined Soy Oil (Bulk) Ship(Sep)         |                   | 1286             | 1289             | <b>-3</b>     |
| Sunflower Oil Ship(Sep)                  |                   | 1270             | -                | <b>-</b>      |
| Cottonseed Oil Ship(Sep)                 |                   | 1223             | 1225             | <b>-2</b>     |
| Refine Linseed Oil(Bulk) Ship(Sep)       |                   | 1263             | 1265             | <b>-2</b>     |

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

| VESSEL   | PORT          | QUANTITY (MT.)   | EDIBLE OIL    | ETA       | ACTIVITY  |
|--|---------------|------------------|---------------|-----------|-----------|
| 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 |
| <b>Edible Oil Shipments for July 2011</b>              |               | <b>262,024</b>   |               |           |           |
| <b>Edible Oil Imports (Oil year 2010-11 till date)</b> |               | <b>6,949,938</b> |               |           |           |

**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.