Veg. Oil Daily Fundamental Report

August 26, 2011

Domestic Fundamentals:

Mixed tone witnessed in domestic edible oil basket on Friday's trading session. Soy and palm oil prices remained with weak bias in tandem with falling international market edible oil prices. CPO Kandla (5%) prices were down by Rs. 10 per 10kg to 486 in tandem with falling BMD palm futures as it likely face the stiff competition with Indonesian palm products after Indonesia revised its tax structure. Falling prices at international market likely give an opportunity for importers to go for higher imports to meet higher demand during September month. Traders were active in selling but lackluster demand scenario pushed the prices down.

Neared Muslim holy festival Ramadan ending ceremony (30th August) likely keep higher purchases from consumer's side till the month end. Meanwhile, demand likely pick up in coming week on occasion of Ganesh Chaturthy festival. Major festivals in the month of September and October likely keep the edible oil prices in firm tone. Source reveals that in current week prices likely remains uptrend on higher demand for upcoming festivities.

International Market Fundamentals:

Malaysian palm futures remained with bearish tone and fell by 19 points to MYR 2975 per MT. Weakness in soyoil complex at CBOT also added support to the falling prices. If the palm products export tax is slashed from 25 percent to 13 percent

Top palm oil producer Indonesia changed its export tax structure and export taxes on palm products cut from 25 percent to 13 percent which could make shipments cheaper than those from rival Malaysia.

Revision of tax structure likely give importers an opportunity to go for imports from Indonesia rather than importing from Malaysia based on competitive price.

Considering weather worries and yield concern as reflected from initial pro-farmers tour report of US, we expect soy oil prices to stay range bound to firm during coming couple of weeks.

Outlook:

Tight supply condition at domestic market amid inline festivities likely to add support to the edible oil prices in short to medium term. USDA's down projection of global oilseed output amid weather concern in US likely put the upward pressure on edible oils for the medium term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Sep -11	-0.15	656.50	660.30	655.50	657.65
Oct -11	-0.85	641.10	646.50	641.10	642.10
Nov-11	-4.00	626.45	628.90	623.00	624.10
Dec-11	-2.60	628.00	629.65	623.05	626.00

Contract	Volume	Change	OI	Change
Sep -11	66040	-2980	118660	-2290
Oct -11	65190	1230	110000	-8400
Nov-11	27310	12870	42540	8970
Dec-11	12130	5730	23390	5710

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Spot	-24.65	-9.10	8.90	7.00
Sep -11		-15.55	-33.55	-31.65
Oct -11			-18.00	-16.10
Nov-11				1.90

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-11	-1.80	487.30	490.50	487.30	488.60
Sep-11	-0.80	481.00	483.20	479.30	482.50
Oct-11	-2.40	479.90	481.00	475.00	479.10
Nov-11	-2.80	481.00	481.00	474.70	478.00

Contract	Volume	Change	OI	Change
Aug-11	475	-323	1951	-217
Sep-11	956	-2161	5414	154
Oct-11	1540	-1236	6838	-3
Nov-11	125	39	768	31

Spread	Aug-11	Sep-11	Oct-11	Nov-11
Spot	-2.60	3.50	6.90	8.00
Aug-11		-6.10	-9.50	-10.60
Sep-11			-3.40	-4.50
Oct-11				-1.10

* CPO (5%) Kandla spot market prices taken for spread calculation

CBOT Soy Oil Futures: (as on 25/08/2011)
(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep-11	-0.18	55.78	55.85	55.25	55.60
Oct-11	-0.16	55.95	56.00	55.47	55.79
Dec-11	-0.20	56.30	56.40	55.77	56.13
Jan-12	-0.20	56.57	56.61	56.08	56.37
Mar-12	-0.17	56.76	56.83	56.29	56.59

BMD CPO Futures: (as on 26/08/2011)
(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep-11	-8	3085	3100	3075	3094.00
Oct-11	-14	3022	3031	2995	3016.00
Nov-11	-19	2993	2996	2953	2975.00
Dec-11	-10	2975	2977	2942	2970.00

CBOT Soy oil and Malaysian CPO Futures Market Price Outlook:

CBOT Soy Oil Futures (Dec' 11 Month Contract)	Soy oil futures remained range bound with bearish momentum. 56 levels is immediate support for the prices breaching the level lead a fall up to 55.50 levels in short term. 56.50 seems resistance on higher side. Breaching the level of 56.50 on higher side likely keep the uptrend for medium term. 55.60- 56.30 likely to be the trading ranges.
Malaysian CPO Futures (Nov' 11 Month Contract)	Malaysian palm oil futures breached the strong support level of 3000 and remained with down trend. In short to medium term prices likely keep its down trend continue till 2900 level where it likely to get support. 3000 level now act as nearby resistance level.

Edible Oil Prices at Key Market as on Aug 26, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-08-2011	25-08-2011	
Refined Soybean Oil	Mumbai +VAT	635	640	-5
	Delhi (Loose)	667	670	-3
	Indore (Loose)	633	635	-2
	Kota(Loose)	642	640	+2
	Hyderabad+ VAT	715	715	Unch
	Jaipur (Loose)	655	655	Unch
	Rajkot (Loose)	630	630	Unch
	Akola (Loose)	675	678	-3
	Amrawati (Loose)	675	678	-3
	Haldiya Port (Loose)	641	646	-5
	Jalna	678	678	Unch
	Kakinada	660	660	Unch
	Nagpur	674	676	-2
	Soy Degum Kandla/Mundra+VAT	610	612	-2
	Soy Degum Mumbai+VAT	610	612	-2
Palm Oil	Kandla CPO (5%FFA)	486	496	-10
	Kandla RBD Palmolein +VAT	540	545	-5
	Chennai RBD Palmolein (Loose)	565	570	-5
	Kakinada RBD Palmolein (Loose)	561	561	Unch
	Mumbai RBD Pamolein+ VAT	554	558	-4

	Hyd. RBD Palmolein VAT	615	615	Unch
	Delhi RBD Palmolein (Loose)	580	585	-5
Refined Sunflower Oil	Hyderabad Exp +VAT	760	760	Unch
	Bellary (Exp. Oil)+VAT	644	641	+3
	Chellakere (Exp. Oil)+VAT	671	669	+2
	Erode (Exp. Oil)+VAT	713	713	Unch
	Latur (Exp. Oil)+VAT	661	661	Unch
	Kandla/Mundra	655	658	-3
	Mumbai + VAT	655	658	-3
	Chennai (Loose)	740	740	Unch
Groundnut Oil	Hyderabad +VAT	1000	1000	Unch
	Chennai (Loose)	870	880	-10
	Delhi (Loose)	990	995	-5
	Gondal+VAT	1000	1000	Unch
	Jamnagar +VAT	1000	1000	Unch
	Narsarropeth+VAT	831	821	+10
	Prodattour+VAT	891	891	Unch
	Mumbai + VAT	975	970	+5
	Rajkot (Loose)	990	990	Unch
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	638	639	-1
	Sri Ganga Nagar(Exp Oil-Loose)	630	630	Unch
	Delhi (Exp. Oil) (Loose)	658	662	-4
	Jaipur (Expeller Oil) (Loose)	640	635	+5
	Kota (Expeller Oil) (Loose)	622	620	+2
	Mumbai (Exp. Oil) +VAT	662	663	-1
	Kolkatta	-	-	
	Hapur+VAT	672	672	Unch
	Agra (Kacchi Ghani Oil) +VAT	677	675	+2
Refined Cottonseed Oil	Mumbai +VAT	655	655	Unch
	Hyderabad (Loose)	690	690	Unch
	Rajkot (Loose)	665	665	Unch
	Delhi (Loose)	642	645	-3
Sesame Oil	Delhi	635	638	-3
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	550	555	-5
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	425	430	-5

Malaysia Palmolein USD/MT	FOB (Oct)	1145	1165	-20
	CNF (Oct) - India	1180	1200	-20
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1055	1065	-10
	CNF (Oct) - India	1090	1100	-10

Argentina FOB ($/MT)	25-08-2011	24-08-2011	Change
Crude Soybean Oil Ship(Sep)	1250	1254	-4
Refined Soy Oil (Bulk) Ship(Sep)	1294	1298	-4
Sunflower Oil Ship(Sep)	-	-	-
Cottonseed Oil Ship(Sep)	-	-	-
Refine Linseed Oil(Bulk) Ship(Sep)	-	-	-

Indian Vessel Line up for Edible Oils (August)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
M.T.ANJASMORO	Kandla	20000	CPO	26/8/2011	Discharge
M.T.STX JAGUAR	Kandla	14088	CPO	26/8/2011	Discharge
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	16/8/2011	Discharge
M.T.GOLDEN BLESSING	Kandla	13515	CPO	13/8/2011	Discharge
M.T. CHAMPION STAR	Kandla	10500	CDSBO	17/8/2011	Discharge
M.T. SEMUA PERKASA	Kandla	7500	Palm Products	21/8/2011	Discharge
M.T.SC DALIAN	Kandla	3500	Palm Oil	17/8/2011	Discharge
M.T.POLARIS STARDOM	Kandla	12500	Palm Oil	28/8/2011	Discharge
M.T.SUNRISE HAMANASU	Kandla	12500	Palm Oil	28/8/2011	Discharge
M.T.SKY DREAM	Kandla	15000	Palm Oil	5/8/2011	Discharge
M.T. CHEMROAD SEA	Kandla	12000	Palm Oil	10/8/2011	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	17/8/2011	Discharge
M.T.BUNGA ALLIUM	Kandla	11500	RBD PALMOLEIN	22/8/2011	Discharge
SC NINGBO	Manglore	7200	RBD PALMOLEIN	5/8/2011	Discharge
TITAN PEACE	Manglore	8250	CPO	22/8/2011	Discharge
ROYAL AQUA	Manglore	9000	CPO	21/8/2011	Discharge
ASIAN GLORY	Manglore	8850	CPO	25/8/2011	Discharge
ASIA ADVENTURER	Manglore	6000	CPO	15/8/2011	Discharge
C.M MAYA	Manglore	8250	CPO	14/8/2011	Discharge
SEMUHA PERDENA	Manglore	12000	CPO	14/8/2011	Discharge

FENG HAI- II	Manglore	6500	CPO	15/8/2011	Discharge
SOUTHERN HAWK	Manglore	9000	CPO	1/8/2011	Discharge
OZAY 6	Krishnapatnam	2800	CSFO	9/8/2011	Discharge
KALIMANTAN PALM	Krishnapatnam	11000	CPO	24/8/2011	Discharge
MT.ARMADA GEMA	Krishnapatnam	8300	CPO	1/8/2011	Discharge
MT.GLOBAL VIKA	Krishnapatnam	5750	CPO	15/8/2011	Discharge
WORLD BRIDGE	Krishnapatnam	9500	CPO	14/8/2011	Discharge
MT. PALMA PRIMA	Krishnapatnam	8300	CPO	3/8/2011	Discharge
SICHEM PANDORA	Chennai	4000	CPO	1/8/2011	Discharge
BUNGA KANTAN TIGA	Chennai	8000	CSFO	26/8/2011	Discharge
PALCHEM 1	Chennai	8500	CSFO	17/8/2011	Discharge
NORLAKE	Chennai	15000	CSFO	3/8/2011	Discharge
CAPE BANK	Chennai	7875	CSFO	3/8/2011	Discharge
Cf ZACHARY	Chennai	7000	Palm Oil	15/8/2011	Discharge
UBT OCEAN	Chennai	8500	Palm Oil	17/8/2011	Discharge
GOLDEN BRILLIANCE	Chennai	9300	Palm Oil	28/8/2011	Discharge
FENG HAI 22	Chennai	7500	Palm Oil	20/8/2011	Discharge
KALIMANTAN	Chennai	5000	Palm Oil	25/8/2011	Discharge
SICHEM PANDORA	Chennai	5750	Palm Oil	25/8/2011	Discharge
HAPPY VENTURE	Mormugao	11000	CPO	2/8/2011	Discharge
GLOBAL VIKA	Tuticorin	7241	Palm Oil	12/8/2011	Discharge
YUE YOU 902	Tuticorin	6000	Palm Oil	4/8/2011	Discharge
FENG HAI 15	Tuticorin	3000	Palm Oil	7/8/2011	Discharge
TITAN VISION	Haldia	7504	CDSBO	17/8/2011	Discharge
AINAZI	Haldia	15000	CDSBO	3/8/2011	Discharge
TOREACH PIONEER	Haldia	7499	CPO	23/8/2011	Discharge
CF ZACHARY	Haldia	9995	CPO	24/8/2011	Discharge
FLORES PALM	Haldia	9999	CPO	23/8/2011	Discharge
ANGEL NO 2	Haldia	7300	CPO	17/8/2011	Discharge
SP AMSTERDAM	Haldia	8000	CPO	9/8/2011	Discharge
AU ARIES	Haldia	7999	CPO	6/8/2011	Discharge
EAGLE ASIA 05	Kolkata	7000	CPO	21/8/2011	Discharge
LIQUID SUCCESS	Kolkata	7500	CPO	10/8/2011	Discharge
DORIS	Kolkata	9000	CPO	9/8/2011	Discharge
FAIR PIGASOS	Kolkata	4500	CPO	10/8/2011	Discharge
GOLDEN OCEANIA	Kolkata	990	Palm Fatty Acid	26/8/2011	Discharge
Edible Oil Shipments for Aug 2011		**586,605**			
Edible Oil Imports (Oil year 2010-11 till date)		**6,212,510**			