



Domestic Fundamentals:

Domestic edible oil basket remained with firm tone on Thursday's trading session in tune with strengthening international edible oil prices. Buying from wholesalers and retailers likely emerge in short term to meet the demand during upcoming festivities like Navaratri and Dussera likely keep the demand for edible oils in strong tone. Trade sources reveal that continuous rains over the soybean growing regions likely lead to delay in harvest which adds firmness to the soybean prices for short term. Acreage under sunflower crop (as on 25th Aug, 2011) lagging by 17.12 per cent to 2.13 lakh ha compared to same period last year. Meanwhile oil world report mentions that India's sunflower oil imports likely to stay at 780,000 metric tonnes during 2011-12. Sunflower oil August month average prices stood at Rs. 698 per 10 kg which is up by Rs. 3.56 per 10 kg compared to July month average prices.

Rise in soybean and soybean prices leading disparity for India in importing crude soybean from Argentina and Brazil. Argentina and Brazil crude soy oil FOB quotes rose by US\$ 23/MT and US\$ 16/MT respectively during the week lead to disparity for India to go for importing. The prevailing disparity in importing CSO from Argentina stay at US\$ 21.12 per MT, at the same time, there is better parity for India to go for imports from US and is current parity stay at US\$ 8.19/MT.

Eyeing on projections for soy oil production during 2011-12 season, total soybean extraction likely to stay at 15.58-16.37 lakh tonnes after considering sown acreage of 103.09 lakh ha and Agriwatch yield estimation figure of 1190 kg per ha. Total soybean production likely hover in the range of 122-123 lakh tonnes.

New crop arrivals likely to start from Sept. mid month onwards if the prevailing continuous rains stopped and clear weather facilitate for maturity of soybean crop.

International Market Fundamentals:

CBOT soybean futures remained with firm tone and prices were up by 63 points to US\$ 58.67 per pound as traders looking ahead to Monday's government crop forecasts with likely further cut in soybean production. Any further cut in soybean production likely keep the soybean prices in firm tone for medium term.

Oil world survey reveals that sunflower oil production will climb 9.8 percent to 13.44 million metric tons on bigger crops in Russia, Ukraine and the European Union.

Malaysian palm futures prices rose in morning session by 22 points to MYR 3042/MT and couldn't sustain at higher levels and fell in afternoon session by 21 points to MYR 3010/MT. Market sources feel August month ending stocks likely fell 5 percent to 1.9 million metric tons last month from 2 million tons in July.

Outlook:

Looking forward, domestic market edible oil price is likely range bound with weak bias in couple of weeks on bearish sentiments that better Kharif crop progress. Anticipation of better demand during Sep. likely keep support to the domestic edible oil prices for short term. Meanwhile, on start of domestic crushing activities of oilseeds likely keep the bearish tone for medium term. Malaysian palm harvests likely pick in short term as workers/farmers start working after holidays.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Sep -11	+3.85	655.00	657.70	653.90	657.60
Oct -11	+3.40	644.00	647.50	644.00	646.60
Nov-11	+4.50	632.55	635.90	631.40	635.90
Dec-11	+4.70	635.70	639.40	635.70	639.40

Contract	Volume	Change	OI	Change
Sep -11	34090	12510	94840	-3090
Oct -11	81260	22440	102800	13350
Nov-11	13490	1890	49610	740
Dec-11	9860	3150	46320	1420

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Spot	-29.60	-18.60	-7.90	-11.40
Sep -11		-11.00	-21.70	-18.20
Oct -11			-10.70	-7.20
Nov-11				3.50

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
Sep-11	+2.50	491.50	492.40	489.70	491.30
Oct-11	+3.00	490.60	491.00	488.10	490.20
Nov-11	+2.40	488.60	489.70	486.20	488.50
Dec-11	+3.30	488.00	490.00	485.70	488.50

Contract	Volume	Change	OI	Change
Sep-11	1402	-776	5776	-95
Oct-11	1767	-564	8245	228
Nov-11	680	364	2979	148
Dec-11	205	173	281	143

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Spot	3.70	4.80	6.50	6.50
Sep-11		-1.10	-2.80	-2.80
Oct-11			-1.70	-1.70
Nov-11				0.00

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



CBOT Soy Oil Futures: (07/09/2011)

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep-11	+0.62	58.00	58.18	57.80	58.18
Oct-11	+0.62	57.69	58.32	57.69	58.30
Dec-11	+0.63	58.05	58.70	58.05	58.67
Jan-12	+0.66	58.30	58.90	58.30	58.90
Mar-12	+0.70	58.34	59.03	58.34	59.03

BMD CPO Futures: (08/09/2011)

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Oct-11	-20	3075	3116	3062	3069.00
Nov-11	-19	3033	3076	3015	3025.00
Dec-11	-21	3021	3065	3005	3010.00
Jan-12	-22	3020	3063	3004	3010.00

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

CBOT Soy Oil Futures (Dec' 11 Month Contract)	Soy oil futures prices extending its firm bias movement. Range bound movement likely to continue with the range of 58- 59 levels. 58 levels likely act as support to keep its bull run in short term.
Malaysian CPO Futures (Nov' 11 Month Contract)	Malaysian palm oil futures remained range bound with bearish tone. The candlestick depicts a fall in prices likely in short term to touch the support level of 3000. Breaching support level at 3010 likely lead to a fall up to further support level at 2950. For the short term period trading range will be 3000-3050.

Edible Oil Prices at Key Market as on Sept 08, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		8-09-2011	7-09-2011	
Refined Soybean Oil	Mumbai +VAT	640	640	Unch
	Delhi (Loose)	665	660	+5
	Indore (Loose)	628	625	+3
	Kota(Loose)	638	638	Unch
	Hyderabad+ VAT	715	710	+5
	Jaipur (Loose)	650	650	Unch
	Rajkot (Loose)	640	635	+5
	Akola (Loose)	673	671	+2
	Amrawati (Loose)	673	671	+2
	Haldiya Port (Loose)	651	656	-5
	Jalna	676	676	Unch
	Kakinada	665	660	+5
	Nagpur	676	674	+2
	SoyDegum Kandla/Mundra+VAT	618	617	+1
	Soy Degum Mumbai+VAT	612	610	+2
Palm Oil	Kandla CPO (5%FFA)	495	490	+5
	Kandla RBD Palmolein +VAT	538	538	Unch
	Chennai RBD Palmolein (Loose)	565	560	+5
	Kakinada RBD Palmolein (Loose)	549	548	+1
	Mumbai RBD Pamolein+ VAT	551	550	+1
	Hyd. RBD Palmolein VAT	610	605	+5



	Delhi RBD Palmolein (Loose)	580	580	Unch
Refined Sunflower Oil	Hyderabad Exp +VAT	765	760	+5
	Bellary (Exp. Oil)+VAT	641	641	Unch
	Chellakere (Exp. Oil)+VAT	656	656	Unch
	Erode (Exp. Oil)+VAT	715	715	Unch
	Latur (Exp. Oil)+VAT	661	661	Unch
	Kandla/Mundra	655	650	+5
	Mumbai + VAT	700	700	Unch
	Chennai (Loose)	745	745	Unch
Groundnut Oil	Hyderabad +VAT	1000	995	+5
	Chennai (Loose)	890	890	Unch
	Delhi (Loose)	1060	1050	+10
	Gondal+VAT	1025	1020	+5
	Jamnagar +VAT	1025	1020	+5
	Narsarropeth+VAT	851	841	+10
	Prodattour+VAT	901	901	Unch
	Mumbai + VAT	1010	1010	Unch
	Rajkot (Loose)	1020	1020	Unch
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	633	636	-3
	Sri Ganga Nagar(Exp Oil-Loose)	625	624	+1
	Delhi (Exp. Oil) (Loose)	660	650	+10
	Jaipur (Expeller Oil) (Loose)	630	630	Unch
	Kota (Expeller Oil) (Loose)	622	615	+7
	Mumbai (Exp. Oil) +VAT	660	660	Unch
	Kolkatta	-	-	-
	Hapur+VAT	665	660	+5
	Agra (Kacchi Ghani Oil) +VAT	667	665	+2
Refined Cottonseed Oil	Mumbai +VAT	650	650	Unch
	Hyderabad (Loose)	690	685	+5
	Rajkot (Loose)	665	660	+5
	Delhi (Loose)	645	640	+5
Sesame Oil	Delhi	630	628	+2
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	545	545	Unch
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	420	415	+5



Malaysia Palmolein USD/MT	FOB (Oct)	1155	1155	Unch
	CNF (Oct) - India	1190	1190	Unch
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1073	1065	+8
	CNF (Oct) - India	1108	1100	+8
Argentina FOB (\$/MT)		7-9-2011	6-9-2011	Change
Crude Soybean Oil Ship(Sep)		-	1280	-
Refined Soy Oil (Bulk) Ship(Sep)		-	1324	-
Sunflower Oil Ship(Sep)		-	1230	-
Cottonseed Oil Ship(Sep)		-	1260	-
Refine Linseed Oil(Bulk) Ship(Sep)		-	1300	-

Indian Vessel Line up for Edible Oils (September)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
M.T.MALIBU	Kandla	16000	CPO	1/9/2011	Discharge
M.T.STX FORTE	Kandla	12000	CPO	7/9/2011	Discharge
M.T.MALIBU	Kandla	16000	CPO	7/9/2011	Discharge
M.T.STX KNIGHT	Kandla	10000	CPO	7/9/2011	Discharge
M.T.HORIZON	Kandla	30000	CPO	8/9/2011	Discharge
M.T.AU LEO	Kandla	7000	CPO	12/9/2011	Discharge
M.T.PVT SEA LION	Kandla	15000	Palm Oil	10/9/2011	Discharge
M.T.SC SHANTOU	Kandla	5000	Palm Oil	11/9/2011	Discharge
TORM AGENTE	Krishnapatnam	6000	CSFO	3/9/2011	Discharge
MT. VALOR	Krishnapatnam	2000	CSFO	8/9/2011	Discharge
MT.FENG HAI 17	Krishnapatnam	7500	CPO	5/9/2011	Discharge
FAIR PIGASOS	Chennai	4000	CPO	5/9/2011	Discharge
VITESSE	Chennai	10150	CPO	7/9/2011	Discharge
SICHEM MALBOURNE	Chennai	4000	CPO	7/9/2011	Discharge
MT CARIBBEAN ORCHID	Chennai	6499.63	Crude Palm Stearin	8/9/2011	Discharge
FENG HAI 22	Chennai	5500	Palm Oil	6/9/2011	Discharge
CHEMICAL ARROW	Chennai	1450	Palm Oil	1/9/2011	Discharge
Cm MAYA	Chennai	2750	Palm Oil	1/9/2011	Load
YUE YOU 902	Tuticorin	10400	Palm Oil	9/9/2011	Discharge
SP AMSTERDAM	Haldia	8000	CPO	6/9/2011	Discharge
STEADFAST	Haldia	11499	CPO	6/9/2011	Discharge
CM MAYA	Haldia	8000	CPO	7/9/2011	Discharge
MT ARMADA GEMA	Paradip	8300	Palm Oil	4/9/2011	Discharge
CARRIBEAN ORCHID	Manglore	12000	CPO	6/9/2011	Discharge
VALOR	Manglore	8000	Sun Flower Oil	5/9/2011	Discharge
Edible Oil Shipments for Aug 2011		227,049			
Edible Oil Imports (Oil year 2010-11 till date)		6,262,653			

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