

**Domestic Fundamentals:**

Domestic edible oil basket remained with steady to firm tone on Monday's trading session. Better buying support amid lean selling activities which supported prices to trade with firm tone. Firming global edible oil prices (Malaysian CPO futures) likely adding support to the domestic prices. Vanaspati millers were active in purchasing edible oils to meet the vanaspati requirement especially during the period of upcoming festivity, Navaratri. As per traders, edible oil demand likely pick up in coming days on occasion of inline festivities. Trade sources feel that, any rains over major soybean growing regions likely delay the maturity of crop which may support soybean prices for short term.

As per SGS, India imported 29,370 MT of palm oil products from Malaysia during Sept.1-10 which down by 70.19 compared to Aug. 1-10 imports of 98,540 MT.

Buying from wholesalers and retailers is likely to emerge in short-term to medium term to meet the demand during upcoming festivities like Navaratri and Dussera likely keep the demand for edible oils in strong tone.

**International Market Fundamentals:**

Malaysia's August month palm oil output down by 4.80 per cent to 1.667 MMT compared to previous month production of 1.751 MMT as a result of farmers/workers holidays on occasion of Muslim holy festival Ramadan. Meanwhile, August month ending palm oil stocks stood at 1.885 MMT which is down by 5.60 per cent compared to July month ending stock of 1.996 MMT. Higher demand amid delay in matured palm bunches harvesting and oil production lead to fall in ending stocks which is supporting Malaysian palm futures prices trade with firm bias in short term.

As per SGS data, palm oil products exports from Malaysia for the period of Sept 1-10 fell by 36 per cent to 389,069 metric tonnes compared to 608,236 MT shipped during Aug 1-10. At present, Malaysian palm futures trading range bound at MYR 3071 per MT (Nov 2011 contract).

Indonesia, world major palm oil producer cut its export tax on crude palm oil from 25 per cent to 22.5 per cent and on palm oil products (Olein) 13 per cent from 25 per cent previously, which will be effective from Sep 15.

**Outlook:**

Looking ahead, domestic edible oil prices likely remain in firm tone for short term as of better demand during Sep. month.. Domestic market edible oil price is likely remain range bound with weak bias in coming weeks on bearish sentiments that better Kharif oilseed crop progress. 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	+5.65	663.50	668.15	663.50	668.10
Oct -11	+5.85	654.50	658.00	653.50	658.35
Nov-11	+5.55	643.70	648.35	643.05	647.70
Dec-11	+5.45	644.90	650.00	644.50	649.10

Contract	Volume	Change	OI	Change
Sep -11	32430	14600	86110	-5260
Oct -11	67260	27060	105890	5150
Nov-11	21480	8420	57780	3630
Dec-11	8440	4250	49500	790

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Spot	-28.10	-18.35	-7.70	-9.10
Sep -11		-9.75	-20.40	-19.00
Oct -11			-10.65	-9.25
Nov-11				1.40

\* Indore spot market prices taken for spread calculation

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Sep-11	+6.90	501.00	504.80	498.60	504.30
Oct-11	+6.50	499.40	504.50	499.00	503.70
Nov-11	+6.60	497.90	502.70	497.90	502.50
Dec-11	+6.90	498.50	502.20	498.50	502.20

Contract	Volume	Change	OI	Change
Sep-11	1089	664	5254	-148
Oct-11	1478	1026	8583	-45
Nov-11	485	60	2992	-2410
Dec-11	64	47	349	24

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Spot	-0.30	0.30	1.50	1.80
Sep-11		-0.60	-1.80	-2.10
Oct-11			-1.20	-1.50
Nov-11				-0.30

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



### CBOT Soy Oil Futures: (as on 09/09/2011) (Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep-11	<b>+0.38</b>	57.67	58.36	57.53	58.20
Oct-11	<b>+0.39</b>	57.90	58.50	57.63	58.34
Dec-11	<b>+0.38</b>	58.33	58.88	58.00	58.71
Jan-12	<b>+0.35</b>	58.46	59.06	58.20	58.89
Mar-12	<b>+0.38</b>	58.75	59.26	58.41	59.11

### BMD CPO Futures: (as on 12/09/2011) (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Oct-11	<b>+20</b>	3095	3113	3090	3107.00
Nov-11	<b>+20</b>	3062	3076	3053	3071.00
Dec-11	<b>+22</b>	3051	3064	3042	3061.00
Jan-12	<b>+24</b>	3047	3062	3042	3060.00

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

CBOT Soy Oil Futures (Dec' 11 Month Contract)	Soy oil futures prices likely extend its range bound with firm bias movement in the range of 58-59. Prices likely test the resistance on higher side at 59 in short term. Breaching the level on higher side likely keep the bull run to test the level of 60.50.
Malaysian CPO Futures (Nov' 11 Month Contract)	Malaysian palm oil futures remained with firm bias and likely test the resistance of 3090 in short term. 3050 level acting as support to the prices. Breaching the level of 3090 likely keep the bulls run for medium term. For the short term period trading range will be 3060-3090.

### Edible Oil Prices at Key Market as on Sept 12, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-09-2011	10-09-2011	
Refined Soybean Oil	Mumbai +VAT	644	640	<b>+4</b>
	Delhi (Loose)	670	665	<b>+5</b>
	Indore (Loose)	640	635	<b>+5</b>
	Kota(Loose)	650	644	<b>+6</b>
	Hyderabad+ VAT	710	710	<b>Unch</b>
	Jaipur (Loose)	658	655	<b>+3</b>
	Rajkot (Loose)	640	640	<b>Unch</b>
	Akola (Loose)	682	676	<b>+6</b>
	Amrawati (Loose)	682	676	<b>+6</b>
	Haldiya Port (Loose)	666	-	<b>-</b>
	Jalna	677	673	<b>+4</b>
	Kakinada	660	660	<b>Unch</b>
	Nagpur	686	681	<b>+5</b>
	SoyDegum Kandla/Mundra+VAT	620	620	<b>Unch</b>
	Soy Degum Mumbai+VAT	615	615	<b>Unch</b>
Palm Oil	Kandla CPO (5%FFA)	504	497	<b>+7</b>
	Kandla RBD Palmolein +VAT	549	549	<b>Unch</b>
	Chennai RBD Palmolein (Loose)	570	570	<b>Unch</b>
	Kakinada RBD Palmolein (Loose)	558	553	<b>+5</b>
	Mumbai RBD Pamolein+ VAT	552	552	<b>Unch</b>
	Hyd. RBD Palmolein VAT	610	600	<b>+10</b>



	Delhi RBD Palmolein (Loose)	590	585	+5
Refined Sunflower Oil	Hyderabad Exp +VAT	765	760	+5
	Bellary (Exp. Oil)+VAT	641	641	Unch
	Chellakere (Exp. Oil)+VAT	661	656	+5
	Erode (Exp. Oil)+VAT	725	715	+10
	Latur (Exp. Oil)+VAT	663	656	+8
	Kandla/Mundra	655	655	Unch
	Mumbai + VAT	710	710	Unch
	Chennai (Loose)	745	745	Unch
Groundnut Oil	Hyderabad +VAT	1000	995	+5
	Chennai (Loose)	900	890	+10
	Delhi (Loose)	1040	1040	Unch
	Gondal+VAT	1000	1010	-10
	Jamnagar +VAT	1000	1010	-10
	Narsarropeth+VAT	851	841	+10
	Prodattour+VAT	901	901	Unch
	Mumbai + VAT	1000	1000	Unch
	Rajkot (Loose)	1010	1010	Unch
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	636	636	Unch
	Sri Ganga Nagar(Exp Oil-Loose)	635	624	+11
	Delhi (Exp. Oil) (Loose)	670	665	+5
	Jaipur (Expeller Oil) (Loose)	635	640	-5
	Kota (Expeller Oil) (Loose)	630	627	+3
	Mumbai (Exp. Oil) +VAT	672	664	+8
	Kolkatta	-	-	-
	Hapur+VAT	672	660	+12
	Agra (Kacchi Ghani Oil) +VAT	670	670	Unch
Refined Cottonseed Oil	Mumbai +VAT	655	652	+3
	Hyderabad (Loose)	700	695	+5
	Rajkot (Loose)	660	665	-5
	Delhi (Loose)	655	650	+5
Sesame Oil	Delhi	640	635	+5
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	550	545	+5
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	425	425	Unch



<b>Malaysia Palmolein USD/MT</b>	FOB (Oct)	1150	1150	Unch
	CNF (Oct) - India	1185	1185	Unch
<b>Indonesia/Malaysia CPO USD/MT</b>	FOB (Oct)	1072	1170	-98
	CNF (Oct) - India	1107	1205	-98
<b>Argentina FOB (\$/MT)</b>		<b>09-09-2011</b>	<b>08-09-2011</b>	<b>Change</b>
Crude Soybean Oil Ship(Sep)		1272	1270	+2
Refined Soy Oil (Bulk) Ship(Sep)		1316	1314	+2
Sunflower Oil Ship(Sep)		-	-	-
Cottonseed Oil Ship(Sep)		1252	1250	+2
Refine Linseed Oil(Bulk) Ship(Sep)		1292	1290	+2

### 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
<b>Edible Oil Shipments for Aug 2011</b>		<b>227,049</b>			
<b>Edible Oil Imports (Oil year 2010-11 till date)</b>		<b>6,262,653</b>			

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