

**Domestic Fundamentals:**

Steady to weak tone witnessed in domestic edible oil market on Wednesday's trading session. As per trade sources sporadic demand situation remain in market for another 2-3 days and inactive buying condition likely keep the prices in a range bound.

There was no Crude soy oil or ref. soy oil shipments at Indian ports noticed during the month of Sept. (till date) as a result of higher disparity amid weakening rupee value against dollar hindered the imports. Meanwhile, nearing harvesting season of Kharif oilseeds likely add bearish tone to edible oil prices in short term.

Buying from wholesalers and retailers is likely to emerge in short-term to meet the demand during inline festivities like Navaratri, Diwali and Dussera likely keep the demand for edible oils in strong tone. Trade sources expecting 10-15% of higher purchases of edible oil from the consumption side in coming couple of weeks which likely support the prices.

Indian market participant demands to realign the tariff to curb the import of palm oil from Indonesia. According to Solvent Extractors' Association of India the notion that raising the import duty on refined palm oil at this stage will further push up the already high inflation, is also misplaced, as domestic edible oil companies have sufficient spare capacities to refine as much as crude as possible. Domestic refiners will suffer if barriers are not put in place to stop the influx of refined palm oil from Indonesia.

International Market Fundamentals:

CBOT soy oil futures prices fell by 0.18 points to 56.13 cents/pound (Dec'11 contract) as a result of seasonal pressure as well weak tone export demand. Malaysian palm Dec futures prices fell marginally by 1 point to MYR 3066 per MT on Wednesday trading session as market participants feel weakening of ringgits makes palm oil look cheap in relative value which likely give an opportunity for imports. Indonesia cut down its export duty to 2% on refined palm oil from 15% and bulk palmolein oil to 8% by October 1.

Outlook:

Looking ahead, domestic edible oil prices likely remain in firm tone for medium term as of better demand during October month. Domestic market edible oil price is likely remains range bound with weak bias in coming weeks on bearish sentiments that Kharif oilseed crop produce arrivals to market and low buying in market.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
11-Oct	-1.25	652.50	654.20	651.10	652.40
11-Nov	-2.80	640.00	641.00	636.70	637.95
11-Dec	-2.80	641.00	641.55	638.40	639.80
12-Jan	+2.80	641.10	644.45	641.10	645.40

Contract	Volume	Change	OI	Change
11-Oct	51920	44350	39880	0
11-Nov	27250	-46130	127130	5110
11-Dec	10320	-20080	78120	-610
12-Jan	5250	-5380	30790	-22130

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-16.40	-1.95	-3.80	-9.40
11-Oct		-14.45	-12.60	-7.00
11-Nov			1.85	7.45
11-Dec				5.60

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
11-Sep	+0.40	501.10	504.00	500.00	503.40
11-Oct	+0.30	501.20	504.30	496.80	503.30
11-Nov	+0.00	501.40	503.50	501.20	503.00
11-Dec	-0.20	502.20	503.80	500.80	503.30

Contract	Volume	Change	OI	Change
11-Sep	348	-42	4249	-38
11-Oct	851	-483	6354	323
11-Nov	570	-452	3362	164
11-Dec	160	-218	913	31

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Basis	-0.40	-0.30	0.00	-0.30
11-Sep		-0.10	-0.40	-0.10
11-Oct			-0.30	0.00
11-Nov				0.30

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



CBOT Soy Oil Futures: (as on 20/09/2011) (Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep-11	-0.22	55.66	55.98	55.29	55.31
Oct-11	-0.21	55.88	56.29	55.60	55.63
Dec-11	-0.18	56.10	56.44	55.81	55.85
Jan-12	-0.16	56.37	56.65	56.10	56.13
Mar-12	-0.17	56.50	56.80	56.21	56.25

*CBOT remained close on Saturday and Sunday

BMD CPO Futures: (as on 21/09/2011) (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Nov-11	-7	3053	3071	3050	3066.00
Dec-11	-1	3046	3070	3043	3066.00
Jan-12	2	3045	3071	3044	3070.00
Feb-12	5	3053	3073	3052	3071.00

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

CBOT Soy Oil Futures (Dec' 11 Month Contract)	Soy oil futures prices likely to remain range bound with steady bias in near term as it likely getting support at the levels of 55. The price range likely to be 55.5.-57 and 57.50 level seems immediate resistance.
Malaysian CPO Futures (Dec' 11 Month Contract)	Malaysian palm oil futures likely remain range bound with firm bias and it likely test the resistance level on higher side 3080 in short term. Trading range likely to be 3016-3080 levels.

Edible Oil Prices at Key Market as on Sept 21, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-09-2011	20-09-2011	
Refined Soybean Oil	Mumbai +VAT	644	645	-1
	Delhi (Loose)	678	678	Unch
	Indore (Loose)	636	634	+2
	Kota(Loose)	650	650	Unch
	Hyderabad+ VAT	710	715	-5
	Jaipur (Loose)	655	665	-10
	Rajkot (Loose)	645	648	-3
	Akola (Loose)	681	679	+2
	Amrawati (Loose)	681	679	+2
	Haldiya Port (Loose)	-	656	-
	Jalna	676	676	Unch
	Kakinada	665	665	Unch
	Nagpur	684	681	+3
	SoyDegum Kandla/Mundra+VAT	620	623	-3
	Soy Degum Mumbai+VAT	615	618	-3
Palm Oil	Kandla CPO (5%FFA)	503	502	+1
	Kandla RBD Palmolein +VAT	530	530	Unch
	Chennai RBD Palmolein (Loose)	565	570	-5
	Kakinada RBD Palmolein (Loose)	556	554	+2
	Mumbai RBD Pamolein+ VAT	565	565	Unch

	Hyd. RBD Palmolein VAT	600	610	-10
	Delhi RBD Palmolein (Loose)	595	595	Unch
Refined Sunflower Oil	Hyderabad Exp +VAT	760	755	+5
	Bellary (Exp. Oil)+VAT	654	651	+3
	Chellakere (Exp. Oil)+VAT	671	666	+5
	Erode (Exp. Oil)+VAT	725	725	Unch
	Latur (Exp. Oil)+VAT	686	686	Unch
	Kandla/Mundra	660	665	-5
	Mumbai + VAT	730	730	Unch
	Chennai (Loose)	750	750	Unch
Groundnut Oil	Hyderabad +VAT	990	995	-5
	Chennai (Loose)	890	900	-10
	Delhi (Loose)	1020	1020	Unch
	Gondal+VAT	950	-	-
	Jamnagar +VAT	950	975	-25
	Narsarropeth+VAT	841	841	Unch
	Prodattour+VAT	891	891	Unch
	Mumbai + VAT	975	980	-5
	Rajkot (Loose)	950	980	-30
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	637	641	-4
	Sri Ganga Nagar(Exp Oil-Loose)	642	640	+2
	Delhi (Exp. Oil) (Loose)	678	675	+3
	Jaipur (Expeller Oil) (Loose)	665	665	Unch
	Kota (Expeller Oil) (Loose)	630	628	+2
	Mumbai (Exp. Oil) +VAT	670	666	+4
	Kolkatta	-	-	-
	Hapur+VAT	670	665	+5
	Agra (Kacchi Ghani Oil) +VAT	677	675	+2
Refined Cottonseed Oil	Mumbai +VAT	660	660	Unch
	Hyderabad (Loose)	690	700	-10
	Rajkot (Loose)	675	675	Unch
	Delhi (Loose)	660	660	Unch
Sesame Oil	Delhi	640	640	Unch
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	555	555	Unch
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	430	430	Unch

Malaysia Palmolein USD/MT	FOB (Oct)	1080	1080	Unch
	CNF (Oct) - India	1115	1115	Unch
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1043	1040	+3
	CNF (Oct) - India	1078	1075	+3
Argentina FOB (\$/MT)		20-09-2011	19-09-2011	Change
Crude Soybean Oil Ship(Sep)		1210	1212	-2
Refined Soy Oil (Bulk) Ship(Sep)		1252	1254	-2
Sunflower Oil Ship(Sep)		-	-	-
Cottonseed Oil Ship(Sep)		1190	1192	-2
Refine Linseed Oil(Bulk) Ship(Sep)		1230	1232	-2

Indian Vessel Line up for Edible Oils (September)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
M.T. PING AN	Kandla	15700	CPO	20/9/2011	Load
M.T.STX HERO	Kandla	14000	CPO	19/9/2011	Discharge
M.T.MALIBU	Kandla	16000	CPO	8/9/2011	Discharge
M.T.STX FORTE	Kandla	12000	CPO	7/9/2011	Discharge
M.T.STX KNIGHT	Kandla	10000	CPO	8/9/2011	Discharge
M.T.HORIZON	Kandla	30000	CPO	8/9/2011	Discharge
M.T.AU LEO	Kandla	7000	CPO	12/9/2011	Discharge
M.T.CHEMROAD LILY	Kandla	17000	Palm Oil	20/9/2011	Discharge
M.T. SC GOUJI	Kandla	5000	Palm Oil	10/9/2011	Discharge
M.T.PVT SEA LION	Kandla	15000	Palm Oil	16/9/2011	Discharge
M.T.SC SHANTOU	Kandla	5000	Palm Oil	29/9/2011	Discharge
FLORES PALM	Krishnapatnam	6000	RBD PALMOLEIN	19/9/2011	Discharge
TORM AGENTE	Krishnapatnam	6000	CSFO	3/9/2011	Discharge
MT. VALOR	Krishnapatnam	2000	CSFO	10/9/2011	Discharge
ATLANTIK MIRACLE	Krishnapatnam	10500	CPO	17/9/2011	Discharge
MT.FENG HAI 17	Krishnapatnam	7500	CPO	5/9/2011	Discharge
WORLD BRIDGE	Chennai	5500	CPO	15/9/2011	Discharge
PALCHEM 1	Chennai	7750	CPO	15/9/2011	Discharge
FAIR PIGASOS	Chennai	4000	CPO	8/9/2011	Discharge
VITESSE	Chennai	10150	CPO	8/9/2011	Discharge
SICHEM MALBOURNE	Chennai	4000	CPO	7/9/2011	Discharge
MT CARIBBEAN ORCHID	Chennai	6499.63	CRUDE PALM STEARIN	8/9/2011	Discharge
KALIMANTAN PALM	Chennai	6120	Palm Oil	11/9/2011	Discharge
GOLDEN DREAM	Chennai	8000	Palm Oil	18/9/2011	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

PALMA PRIMA	Tuticorin	8300	Palm Oil	16/9/2011	Discharge
MT CHEMICAL ARROW	Tuticorin	4208	Palm Oil	15/9/2011	Discharge
YUE YOU 902	Tuticorin	10400	Palm Oil	19/9/2011	Discharge
TORM AGNETE	Haldia	13750	CDSBO	18/9/2011	Discharge
SICHEM FUMI	Haldia	3600	CDSBO	18/9/2011	Discharge
SICHEM MELBOURNE	Haldia	8002	CDSBO	16/9/2011	Discharge
TITAN GLORY	Haldia	8249	CPO	18/9/2011	Discharge
SP AMSTERDAM	Haldia	8000	CPO	6/9/2011	Discharge
STEADFAST	Haldia	11499	CPO	6/9/2011	Discharge
CM MAYA	Haldia	8000	CPO	13/9/2011	Discharge
TOREACH PIONEER	Haldia	7500	CPO	8/9/2011	Discharge
MT ARMADA GEMA	Paradip	8300	Palm Oil	4/9/2011	Discharge
SEMUA PERDANA	Manglore	12000	CPO	25/9/2011	Discharge
PROPERITY	Manglore	18500	CPO	25/9/2011	Discharge
GLOBAL PEACE	Manglore	2500	CPO	18/9/2011	Discharge
BLUE GREEN TIGER	Manglore	7200	CPO	13/9/2011	Discharge
CARRIBEAN ORCHID	Manglore	12000	CPO	6/9/2011	Discharge
VALOR	Manglore	8000	SUN FLOWER OIL	5/9/2011	Discharge
ASIAN CHEMI	Mumbai	1290	RBD PALMOLEIN	8/9/2011	Discharge
Malpensa	Mumbai	8000	RBD PALMOLEIN	18/9/2011	Discharge
FENG HAI 13	Kolkata	5000	CPO	15/9/2011	Discharge
Edible Oil Shipments for Sept 2011		414,718			
Edible Oil Imports (Oil year 2010-11 till date)		6,450,322			

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