

Domestic Fundamentals:

Steady to weak tone witnessed in domestic edible oil market on Thursday's trading session. As per trade sources, demand likely remain steady in market for short term as a result of lack luster demand from retailers which likely keep the prices in a range bound condition.

Groundnut oil prices further fell by Rs. 45 per 10 kg to Rs 975 in Delhi market as a result of pressure of fresh soybean oil supply from plants in short term. Wholesalers and retailers shown passiveness in buying as they stockpile in advance for inline festivals and are expecting for further fall in domestic edible oil prices in tandem with global edible oil market.

As per trade sources, India is considering edible oil industry request to raise import duties on processed palm oil as Indonesia's tax export tax cut on palm products which likely have adverse impact on Indian refineries.

The Indonesia's export tax cut decision pushing Govt. of India to raise the base price or tariff value for refined palm oil which likely keep the tax rate higher from its current 7.7 percent duties based on the tariff value set at US\$ 484 per MT.

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.

International Market Fundamentals:

CBOT soy oil futures prices fell by 0.26 points to 59.59 cents/pound (Dec'11 contract) as a result of seasonal pressure as well weak tone export demand. Malaysian palm futures prices fell by 57 points to MYR 3009 per MT (Dec'11) on Thursday trading session as market participants feeling the future competition with Indonesian palm products as it slashed its export tax. 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 with steady to firm as of better demand during October month. Domestic market edible oil price is likely remains range bound with weak bias in medium term on bearish sentiment that Kharif oilseed crop produce arrivals to market which likely increase the domestically crushed edible oils.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
11-Oct	-4.15	651.80	651.80	646.05	648.75
11-Nov	+0.55	635.40	638.65	632.60	638.65
11-Dec	-0.10	636.60	640.05	634.55	640.05
12-Jan	-0.20	638.50	642.65	637.40	642.65

Contract	Volume	Change	OI	Change
11-Oct	82620	30700	129640	89760
11-Nov	57180	29930	83940	-43190
11-Dec	14260	3940	57360	-20760
12-Jan	5700	450	32300	1510

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-18.75	-8.65	-10.05	-12.65
11-Oct		-10.10	-8.70	-6.10
11-Nov			1.40	4.00
11-Dec				2.60

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
11-Sep	+2.90	500.40	508.00	500.40	506.40
11-Oct	+4.00	502.00	509.90	500.30	507.60
11-Nov	+4.50	501.00	509.40	499.80	507.50
11-Dec	+4.10	507.50	507.50	499.50	507.50

Contract	Volume	Change	OI	Change
11-Sep	977	629	3875	-374
11-Oct	1093	242	6552	198
11-Nov	631	61	3597	235
11-Dec	302	142	1105	192

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Basis	-3.40	-4.60	-4.50	-4.50
11-Sep		1.20	1.10	1.10
11-Oct			-0.10	-0.10
11-Nov				0.00

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

**CBOT Soy Oil Futures: (as on 21/09/2011)**
(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep-11	-0.27	55.31	55.59	54.79	55.04
Oct-11	-0.29	55.68	55.92	55.08	55.34
Dec-11	-0.26	55.87	56.11	55.33	55.59
Jan-12	-0.24	56.14	56.41	55.65	55.89
Mar-12	-0.24	56.27	56.53	55.76	56.01

*CBOT remained close on Saturday and Sunday

BMD CPO Futures: (as on 22/09/2011)
(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Nov-11	-55	3040	3040	3001	3011.00
Dec-11	-57	3039	3041	3000	3009.00
Jan-12	-54	3040	3042	3004	3016.00
Feb-12	-51	3043	3046	3010	3020.00

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 in near term as it likely getting support at the levels of 53. The price range likely to be 54.-56 and 56.50 levels 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 on higher side at 3070 levels in short term. Trading range likely to be 2950-3070 levels.

Edible Oil Prices at Key Market as on Sept 22, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		22-09-2011	21-09-2011	
Refined Soybean Oil	Mumbai +VAT	644	644	Unch
	Delhi (Loose)	678	678	Unch
	Indore (Loose)	630	636	-6
	Kota(Loose)	652	650	+2
	Hyderabad+ VAT	710	710	Unch
	Jaipur (Loose)	650	655	-5
	Rajkot (Loose)	640	645	-5
	Akola (Loose)	679	681	-2
	Amrawati (Loose)	679	681	-2
	Haldiya Port (Loose)	661	-	-
	Jalna	676	676	Unch
	Kakinada	665	665	Unch
	Nagpur	681	684	-3
	SoyDegum Kandla/Mundra+VAT	620	620	Unch
	Soy Degum Mumbai+VAT	615	615	Unch
Palm Oil	Kandla CPO (5%FFA)	503	503	Unch
	Kandla RBD Palmolein +VAT	530	530	Unch
	Chennai RBD Palmolein (Loose)	560	565	-5
	Kakinada RBD Palmolein (Loose)	556	556	Unch
	Mumbai RBD Pamolein+ VAT	562	565	-3

	Hyd. RBD Palmolein VAT	600	600	Unch
	Delhi RBD Palmolein (Loose)	595	595	Unch
Refined Sunflower Oil	Hyderabad Exp +VAT	760	760	Unch
	Bellary (Exp. Oil)+VAT	656	654	+2
	Chellakere (Exp. Oil)+VAT	676	671	+5
	Erode (Exp. Oil)+VAT	725	725	Unch
	Latur (Exp. Oil)+VAT	686	686	Unch
	Kandla/Mundra	670	660	+10
	Mumbai + VAT	740	730	+10
	Chennai (Loose)	750	750	Unch
Groundnut Oil	Hyderabad +VAT	990	990	Unch
	Chennai (Loose)	890	890	Unch
	Delhi (Loose)	975	1020	-45
	Gondal+VAT	950	950	Unch
	Jamnagar +VAT	950	950	Unch
	Narsarropeth+VAT	831	841	-10
	Prodattour+VAT	881	891	-10
	Mumbai + VAT	970	975	-5
	Rajkot (Loose)	930	950	-20
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	641	637	+4
	Sri Ganga Nagar(Exp Oil-Loose)	640	642	-2
	Delhi (Exp. Oil) (Loose)	680	678	+2
	Jaipur (Expeller Oil) (Loose)	655	665	-10
	Kota (Expeller Oil) (Loose)	632	630	+2
	Mumbai (Exp. Oil) +VAT	670	670	Unch
	Kolkatta	-	-	-
	Hapur+VAT	-	670	-
	Agra (Kacchi Ghani Oil) +VAT	675	677	-2
Refined Cottonseed Oil	Mumbai +VAT	660	660	Unch
	Hyderabad (Loose)	690	690	Unch
	Rajkot (Loose)	665	675	-10
	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)	1060	1080	-20
	CNF (Oct) - India	1095	1115	-20
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	1033	1043	-10
	CNF (Oct) - India	1068	1078	-10
Argentina FOB (\$/MT)		21-09-2011	20-09-2011	Change
Crude Soybean Oil Ship(Sep)		1205	1210	-5
Refined Soy Oil (Bulk) Ship(Sep)		1247	1252	-5
Sunflower Oil Ship(Sep)		1220	-	-
Cottonseed Oil Ship(Sep)		1185	1190	-5
Refine Linseed Oil(Bulk) Ship(Sep)		1225	1230	-5

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			

Disclaimer

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