AGRIWATCH

Veg. Oil Daily Fundamental Report

Sept. 29, 2011

Domestic Fundamentals:

Steady to weak tone witnessed in domestic edible oil market on Wednesday's trading session as a result of sporadic demand from retailers amid better selling interest in the market. Groundnut oil prices further fell by Rs. 10-15 per 10 kg in today's trading session and trade sources reveals that the new arrivals of groundnut have started which pressurizing groundnut oil prices. And also revealed that pickup in demand during ongoing festivities likely support the falling price to stay at Rs. 820-850 levels in short term. Palm oil prices fell by Rs. 3-5 per 10 kg in tandem with Malaysian palm futures.

Weak tone in international market amid sporadic demand from retailers coupled with good supplies of edible oils from producing regions in domestic market adding bearish tone to edible oil prices.

International Market Fundamentals:

Malaysian palm futures prices rose by 38 point to MYR 2910 per MT (Dec'11 contract) on Wednesday trading session. Market participants feel, palm oil prices at global market may drop for the first time in three years as favorable weather boosts supplies and a global economic slowdown weakens demand. CBOT soy oil futures prices rose by 0.37 points to 53.04 cents/pound (Dec'11 contract) in Tuesday's trading session as a result of concern about uncertainty of actual yield potential of soybean amid tightening supplies in medium term.

As per Oil world report, Soybean and rapeseed oil imports from China are expected to rise as domestic production can't keep up with demand. And it also mentioned that, soybean, rapeseed and palm oil imports will gain 10 per cent to 10.7 MMT in the year starts on Oct. 1.

Outlook:

Looking ahead, domestic market edible oil price is likely remain range bound with weak bias for short term as of lean buying interest in the market. Any surge in demand for upcoming festivities likely keep the edible oil prices marginally firm tone. Meanwhile, domestic edible oil demand might surge in the first week of October month.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
11-Oct	-5.90	633.50	633.50	628.00	630.00
11-Nov	-6.90	613.10	613.10	607.30	610.50
11-Dec	-5.95	615.50	616.15	610.50	614.00
12-Jan	-6.35	619.00	621.15	615.00	618.05

Contract	Volume	Change	OI	Change
11-Oct	77010	21600	120560	-2050
11-Nov	88250	40530	102250	10
11-Dec	23230	1030	55750	830
12-Jan	4770	-3570	38400	1580

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-7.00	12.50	9.00	4.95
11-Oct		-19.50	-16.00	-11.95
11-Nov			3.50	7.55
11-Dec				4.05

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
11-Sep	-1.90	482.10	485.40	482.00	483.50
11-Oct	-4.30	482.50	483.70	479.00	481.60
11-Nov	-6.00	482.50	484.50	480.00	480.50
11-Dec	-5.60	484.40	484.50	480.00	481.00

Contract	Volume	Change	OI	Change
11-Sep	1319	-254	1340	-832
11-Oct	3382	1328	5741	-463
11-Nov	1284	168	4461	392
11-Dec	401	67	1392	81

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Basis	3.50	5.40	6.50	6.00
11-Sep		-1.90	-3.00	-2.50
11-Oct			-1.10	-0.60
11-Nov				0.50

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

CBOT Soy Oil Futures: (as on 27/09/2011)
(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep-11	+0.35	52.46	53.05	52.28	52.57
Oct-11	+0.38	52.64	53.28	52.44	52.78
Dec-11	+0.37	52.89	53.52	52.78	53.04
Jan-12	+0.34	53.19	53.81	53.02	53.31
Mar-12	+0.31	53.37	53.90	53.21	53.42

BMD CPO Futures: (as on 28/09/2011)
(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Nov-11	-27	2920	2925	2891	2927.00
Dec-11	-38	2920	2924	2885	2910.00
Jan-12	-38	2925	2927	2890	2912.00
Feb-12	-43	2919	2934	2898	2915.00

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 remaining range bound for short term. Falling prices taking support at 52.50 levels. 53.50 levels seems immediate resistance level. The bulls run in prices likely test the resistance level in near term. The price range likely to be 52.50-53.
Malaysian CPO Futures (Dec' 11 Month Contract)	Malaysian palm oil futures likely remain range bound after taking support at 2900. Prices likely test the resistance level on higher side 2970 in near term. Trading range likely to be 2900-2950 levels.

Edible Oil Prices at Key Market as on Sept 28, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-09-2011	27-09-2011	
Refined Soybean Oil	Mumbai +VAT	634	632	+2
	Delhi (Loose)	662	665	-3
	Indore (Loose)	623	624	-1
	Kota(Loose)	640	642	-2
	Hyderabad+ VAT	700	700	Unch
	Jaipur (Loose)	655	655	Unch
	Rajkot (Loose)	640	640	Unch
	Akola (Loose)	668	669	-1
	Amrawati (Loose)	668	669	-1
	Haldiya Port (Loose)	636	641	-5
	Jalna	665	666	-1
	Kakinada	655	655	Unch
	Nagpur	676	673	+3
	SoyDegum Kandla/Mundra+VAT	605	610	-5
	Soy Degum Mumbai+VAT	605	608	-3
Palm Oil	Kandla CPO (5%FFA)	487	490	-3
	Kandla RBD Palmolein +VAT	525	525	Unch
	Chennai RBD Palmolein (Loose)	550	555	-5
	Kakinada RBD Palmolein (Loose)	547	547	Unch
	Mumbai RBD Pamolein+ VAT	552	552	Unch

	Hyd. RBD Palmolein VAT	600	600	Unch
	Delhi RBD Palmolein (Loose)	585	585	Unch
Refined Sunflower Oil	Hyderabad Exp +VAT	780	780	Unch
	Bellary (Exp. Oil)+VAT	649	651	-2
	Chellakere (Exp. Oil)+VAT	666	671	-5
	Erode (Exp. Oil)+VAT	725	728	-3
	Latur (Exp. Oil)+VAT	681	686	-5
	Kandla/Mundra	660	665	-5
	Mumbai + VAT	740	740	Unch
	Chennai (Loose)	770	770	Unch
Groundnut Oil	Hyderabad +VAT	990	990	Unch
	Chennai (Loose)	870	870	Unch
	Delhi (Loose)	875	875	Unch
	Gondal+VAT	-	840	-
	Jamnagar +VAT	840	850	-10
	Narsarropeth+VAT	821	821	Unch
	Prodattour+VAT	841	871	-30
	Mumbai + VAT	890	915	-25
	Rajkot (Loose)	850	830	+20
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	643	641	+2
	Sri Ganga Nagar(Exp Oil-Loose)	632	635	-3
	Delhi (Exp. Oil) (Loose)	675	675	Unch
	Jaipur (Expeller Oil) (Loose)	635	635	Unch
	Kota (Expeller Oil) (Loose)	620	622	-2
	Mumbai (Exp. Oil) +VAT	657	670	-13
	Kolkatta	-	-	-
	Hapur+VAT	-	-	-
	Agra (Kacchi Ghani Oil) +VAT	670	670	Unch
Refined Cottonseed Oil	Mumbai +VAT	652	650	+2
	Hyderabad (Loose)	690	690	Unch
	Rajkot (Loose)	630	630	Unch
	Delhi (Loose)	630	635	-5
Sesame Oil	Delhi	635	635	Unch
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	550	550	Unch
	Punjab	550	550	Unch

Rice Bran Oil (70%)	Delhi	425	425	Unch
Malaysia Palmolein USD/MT	FOB (Oct)	1005	1015	-10
	CNF (Oct) - India	1040	1055	-15
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	960	973	-13
	CNF (Oct) - India	995	1008	-13

Argentina FOB ($/MT)	27-09-2011	26-09-2011	Change
Crude Soybean Oil Ship(Sep)	1148	1140	+8
Refined Soy Oil (Bulk) Ship(Sep)	1188	1179	+9
Sunflower Oil Ship(Sep)	-	-	-
Cottonseed Oil Ship(Sep)	1128	1120	+8
Refine Linseed Oil(Bulk) Ship(Sep)	1168	1160	+8

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**			