AGRIWATCH

Veg. Oil Daily Fundamental Report

Oct. 15, 2011

Domestic Fundamentals:

- Steady tone witnessed in domestic edible oil markets due to thin trading activities from retailers and wholesalers.
- Groundnut oil couldn't sustain at higher levels due to higher arrivals of G/N seed in the major markets amid sporadic demand adds bearish note to groundnut oil prices in today' trading session. As per the survey conducted by the Solvent Extractors Association (SEA) groundnut production in Gujarat expected to be 17.75 lakh tons which shows fair yield in current season despite of low acreage which might weigh on the market in near term.
- Palm oil and soy oil remained steady due to lackluster buying interest of local traders on account of poor demand meanwhile inline festivity might support the palm and soy oil prices in near term.

International Market Fundamentals:

- CBOT soy oil futures (Dec '11) prices rose by 0.58 cents/lb to 52.44 cents/lb. Malaysian palm futures (Dec '11) prices rose by 62 points to MYR 2906 per MT in today's trading session.
- USDA reduced world soy oil production by 0.3 per cent to 43.11 MMT (in its October month report) compared to 43.24 MMT productions in September month projections. Meanwhile USDA increased the world ending stocks of soybean oil by 3.61 per cent to 2.58 million tons. Meanwhile USDA soy oil projection might weigh on the markets in near to medium term.

Outlook:

Looking ahead, domestic market edible oil price is likely to remain range bound 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 during this week.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
11-Oct	+9.15	613.80	624.50	613.50	623.20
11-Nov	+10.35	596.70	607.90	596.10	605.00
11-Dec	+10.40	601.00	612.50	601.00	609.55
12-Jan	+10.45	610.00	620.00	610.00	617.30

Contract	Volume	Change	OI	Change
11-Oct	33180	-250	48510	-6620
11-Nov	142640	35250	116750	9360
11-Dec	34380	-35750	70930	800
12-Jan	5820	1310	49930	890

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-28.20	-10.00	-14.55	-22.30
11-Oct		-18.20	-13.65	-5.90
11-Nov			4.55	12.30
11-Dec				7.75

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
11-Oct	+3.60	465.80	469.70	462.80	466.60
11-Nov	+3.40	464.40	469.70	463.20	466.40
11-Dec	+3.50	465.60	471.00	465.10	467.50
12-Jan	+3.70	469.50	474.00	468.60	470.80

Contract	Volume	Change	OI	Change
11-Oct	1364	668	3207	-626
11-Nov	3290	2185	5625	728
11-Dec	2569	2221	3987	1040
12-Jan	113	8	724	41

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Basis	-1.60	-1.40	-2.50	-5.80
11-Oct		-0.20	0.90	4.20
11-Nov			1.10	4.40
11-Dec				3.30

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

CBOT Soy Oil Futures: (as on 13/10/2011)
(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Oct-11	+0.60	51.42	52.20	51.40	52.20
Dec-11	+0.58	51.90	52.49	51.52	52.44
Jan-12	+0.57	52.19	52.80	51.82	52.72
Mar-12	+0.56	52.49	53.05	52.18	53.05
May-12	+0.56	52.85	53.31	52.41	53.31

BMD CPO Futures: (as on 14/102011)
(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Nov-11	+58	2855	2888	2855	2888.00
Dec-11	+62	2858	2906	2858	2906.00
Jan-12	+69	2873	2918	2869	2915.00
Feb-12	+68	2885	2929	2881	2928.00

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. Prices likely remain supported by 51.75 levels and 53.20 levels seems immediate resistance. The price range likely to be 51.75 -53.20.
Malaysian CPO Futures (Dec' 11 Month Contract)	Malaysian palm oil futures likely remain range bound movement. Trading range likely to be 2850-2930 levels.

Edible Oil Prices at Key Market as on Oct 14, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		14/10/2011	13/10/2011	
Refined Soybean Oil	Mumbai +VAT	619	615	+4
	Delhi (Loose)	640	640	Unch
	Indore + VAT	595	598	-3
	Kota(Loose)	615	615	Unch
	Hyderabad+ VAT	670	670	Unch
	Jaipur (Loose)	628	625	+3
	Rajkot (Loose)	610	610	Unch
	Akola (Loose)	653	653	Unch
	Amrawati (Loose)	653	653	Unch
	Haldiya Port (Loose)	626	626	Unch
	Jalna	648	648	Unch
	Kakinada	630	630	Unch
	Nagpur	671	669	+2
	SoyDegum Kandla/Mundra+VAT	595	593	+2
	Soy Degum Mumbai+VAT	592	593	-1
Palm Oil	Kandla CPO (5%FFA)	465	465	Unch
	Kandla RBD Palmolein +VAT	495	495	Unch
	Chennai RBD Palmolein (Loose)	525	525	Unch
	Kakinada RBD Palmolein (Loose)	514	514	Unch
	Mumbai RBD Pamolein+ VAT	521	522	-1
	Hyd. RBD Palmolein VAT	560	560	Unch
	Delhi RBD Palmolein (Loose)	575	575	Unch

Refined Sunflower Oil	Hyderabad Exp +VAT	740	740	Unch
	Bellary (Exp. Oil)+VAT	621	621	Unch
	Chellakere (Exp. Oil)+VAT	641	636	+5
	Erode (Exp. Oil)+VAT	700	700	Unch
	Latur (Exp. Oil)+VAT	651	651	Unch
	Kandla/Mundra	650	655	-5
	Mumbai + VAT	720	725	-5
	Chennai (Loose)	730	730	Unch
Groundnut Oil	Hyderabad +VAT	850	870	-20
	Chennai (Loose)	820	820	Unch
	Delhi (Loose)	925	935	-10
	Gondal+VAT	890	895	-5
	Jamnagar +VAT	890	895	-5
	Narsarropeth+VAT	731	711	+20
	Prodattour+VAT	801	801	Unch
	Mumbai + VAT	910	915	-5
	Rajkot (Loose)	875	890	-15
Rapeseed Oil	Alwar (Expeller Oil)(Loose)	631	631	Unch
	Sri Ganga Nagar(Exp Oil-Loose)	630	627	+3
	Delhi (Exp. Oil) (Loose)	660	663	-3
	Jaipur (Expeller Oil) (Loose)	628	625	+3
	Kota (Expeller Oil) (Loose)	615	605	+10
	Mumbai (Exp. Oil) +VAT	655	657	-2
	Kolkatta	-	-	-
	Hapur+VAT	665	660	+5
	Agra (Kacchi Ghani Oil) +VAT	660	660	Unch
Refined Cottonseed Oil	Mumbai +VAT	638	640	-2
	Hyderabad (Loose)	655	665	-10
	Rajkot (Loose)	630	635	-5
	Delhi (Loose)	615	620	-5
Sesame Oil	Delhi	635	635	Unch
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	545	545	Unch
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	420	420	Unch

Malaysia Palmolein USD/MT	FOB (Oct)	992	990	+2
	CNF (Oct) - India	955	1025	-70
Indonesia/Malaysia CPO USD/MT	FOB (Oct)	925	920	+5
	CNF (Oct) - India	960	955	+5

Argentina FOB ($/MT)	13-10-2011	12-10-2011	Change
Crude Soybean Oil Ship(Oct)	1146	1142	+4
Refined Soy Oil (Bulk) Ship(Oct)	1186	1182	+4
Sunflower Oil Ship(Oct)	1100	-	-
Cottonseed Oil Ship(Oct)	1126	1122	+4
Refine Linseed Oil(Bulk) Ship(Oct)	1166	1162	+4

Indian Vessel Line up for Edible Oils (October)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
M.T.HORIZON	Kandla	30550	CPO	13/10/2011	Discharge
M.T.SEMUA PERKASA	Kandla	12004	CPO	9/10/2011	Discharge
MT. MS SIMON	Kandla	10945	CDSBO	9/10/2011	Discharge
M.T. HANDYTANKER MIRACLE	Kandla	1550	CDSBO	13/10/2011	Discharge
M.T.PRETTY SCENE	Kandla	13000	CDSBO	13/10/2011	Discharge
M.T.THERESA BITUNG	Kandla	26000	PALM OIL	11/10/2011	Discharge
AU LEO	Krishnapatnam	11500	CPO	8/10/2011	Discharge
SC GUOJI	Krishnapatnam	7000	CPO	16/10/2011	Discharge
MT.MEHMET A	Krishnapatnam	6120	CSFO	1/10/2011	Discharge
MT. FAIT FAETHON	Krishnapatnam	2000	RBD PALMOLEIN	10/10/2011	Discharge
ALPINE EMMA	Haldia	14000	CPO	1/10/2011	Discharge
TITAN GLORY	Haldia	8200	CPO	10/10/2011	Discharge
SICHEM ANELINE	Haldia	1900	CPO	7/10/2011	Discharge
MTM HONG KONG	Haldia	16850	CPO	13/10/2011	Discharge
TORM HANSTHOLM	Haldia	10118	CDSBO	1/10/2011	Discharge
CHANG AN I	Chennai	10500	CPO	1/10/2011	Discharge
HELLOEPONT COMMANDER	Chennai	8500	CPO	15/10/2011	Discharge
CHEM NORMA	Chennai	6000	CSFO	17/10/2011	Discharge
HANDYTANKERS MIRACLE	Chennai	8000	CSFO	18/10/2011	Discharge
KALIMANTAN PALM	Chennai	8000	PALM OIL	9/10/2011	Discharge
STAR ASIA	Chennai	6000	PALM OIL	13/10/2011	Discharge
FENG HAI 22	Chennai	5000	PALM OIL	14/10/2011	Discharge
JIN HAI WAN	Chennai	8000	PALM OIL	15/10/2011	Discharge

CHEMICAL ARROW	Chennai	6298	PALM OIL	16/10/2011	Discharge
MT THERESA BALTIC	Mundra	53998.57	CPO	5/10/2011	Discharge
MT DESH UJAALA	Mundra	279765.25	CPO	6/10/2011	Discharge
MT GINGA MERLIN	Mundra	3999.99	PALM FATTY ACID	7/10/2011	Discharge
Angel No. 1	Mumbai	7000	RBD PALMOLEIN	9/10/2011	Discharge
FENG HAI 10	Kolkata	7000	CPO	12/10/2011	Discharge
SICHEM ANELINE	Kolkata	3350	CPO	13/10/2011	Discharge
FAIR PIGASOS	Kolkata	5500	CPO	8/10/2011	Discharge
GOLDEN BLESSING	Manglore	6000	CPO	12/10/2011	Discharge
Edible Oil Shipments for Oct 2011		**604,649**			
Edible Oil Imports (Oil year 2010-11 till date)		**7,226,542**			