AGRIWATCH

# Veg. Oil Daily Fundamental Report

**Oct. 24, 2011**

## Domestic Fundamentals:

- Steady sentiments featured in the domestic vegetable oil cash market due to lackluster trade activity on Saturday.
- The festive buying is almost done and lull activity in cash market is expected during the week.
- Though Groundnut oil prices have slightly eased due to peak season, in recent days, it is expected to remain strong during the season due to lower kharif GN crop attributed to lower sown area followed by deficit rains over the growing region.

## International Market Fundamentals:

- CBOT December Soybean Oil futures finished down 0.14 at 51.25, 1.12 off the high and 0.1 up from the low.
- Indonesian government lowers the crude palm oil export tax by 1.5% to 15% for November month as compared to last month due to declining global prices during the last couple of months meanwhile Malaysian and Indonesian Govt. agree to review crude palm oil tax in near term.
- As per SGS, palm oil products exports from Malaysia for the period of Oct 1-20 rose by 6.8 per cent to 1,033,454 tonnes from 967,859 tonnes shipped during Sept. 1-20. India imported 113,290 tons of palm oil products from Malaysia during 1-20 of Oct compared to Sept 1-20 imports of 153,020 tones.

## Outlook:

The edible oil prices are expected to gain in medium-term with rise in seasonal demand. However, festive buying is over and this may restrict gains in near-term.

**NCDEX Soy Refined Oil:**

| Contract | +/- | Open | High | Low | Close |
|---|---|---|---|---|---|
| 11-Nov | -0.45 | 613.00 | 615.40 | 609.10 | 614.0 |
| 11-Dec | -0.70 | 614.10 | 617.00 | 612.00 | 615.5 |
| 12-Jan | -0.25 | 619.95 | 622.10 | 618.50 | 621.0 |
| 12-Feb | -0.70 | 631.45 | 634.40 | 630.50 | 626.7 |

| Contract | Volume | Change | OI | Change |
|---|---|---|---|---|
| 11-Nov | 42320 | -52200 | 107940 | 3250 |
| 11-Dec | 13440 | -17850 | 72510 | 200 |
| 12-Jan | 1400 | -1640 | 48990 | 170 |
| 12-Feb | 40 | -680 | 2380 | -2510 |

| Spread | Oct-11 | Nov-11 | Dec-11 | Jan-12 |
|---|---|---|---|---|
| Basis | -3 | -4.45 | -9.95 | -15.7 |
| 11-Nov | | 1.45 | 6.95 | 12.7 |
| 11-Dec | | | 5.5 | 11.25 |
| 12-Jan | | | | 5.75 |

* Indore spot market prices taken for spread calculation

**MCX CPO:**

| Contract | +/- | Open | High | Low | Close |
|---|---|---|---|---|---|
| 11-Oct | -2.30 | 469.90 | 470.00 | 467.90 | 468.6 |
| 11-Nov | -2.40 | 470.00 | 470.30 | 468.40 | 469.1 |
| 11-Dec | -2.10 | 472.00 | 472.70 | 470.50 | 471.3 |
| 12-Jan | -1.00 | 460.60 | 460.70 | 458.40 | 459.2 |

| Contract | Volume | Change | OI | Change |
|---|---|---|---|---|
| 11-Oct | 273 | 18 | 5425 | 3035 |
| 11-Nov | 375 | -346 | 5291 | -71 |
| 11-Dec | 43 | -327 | 709 | -4396 |
| 12-Jan | 124 | 0 | 701 | 0 |

| Spread | Oct-11 | Nov-11 | Dec-11 | Jan-12 |
|---|---|---|---|---|
| Basis | 3.4 | 2.9 | 0.7 | |
| 11-Oct | | 0.5 | 2.7 | |
| 11-Nov | | | 2.2 | |
| 11-Dec | | | | |

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

**CBOT Soy Oil Futures:** (Values in US cents/lb)

| Contract | +/- | Open | High | Low | Close |
|---|---|---|---|---|---|
| Oct-11 | | | | | |
| Dec-11 | | | | | |
| Jan-12 | | | | | |
| Mar-12 | | | | | |
| May-12 | | | | | |

**BMD CPO Futures:** (Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|---|---|---|---|---|---|
| Nov-11 | | | | | |
| Dec-11 | | | | | |
| Jan-12 | | | | | |
| Feb-12 | | | | | |

## 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 levels and 53.10 levels seems immediate resistance. The price range likely to be 51-53.10. |
| Malaysian CPO Futures (Dec' 11 Month Contract) | Saturdays remain closed. |

## Edible Oil Prices at Key Market as on Oct 22, 2011

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|---|---|---|---|---|
| | | 22/10/2011 | 21/10/2011 | |
| Refined Soybean Oil | Mumbai +VAT | 630 | 630 | Unch |
| | Delhi (Loose) | 650 | 645 | +5 |
| | Indore + VAT | 610 | 610 | Unch |
| | Kota(Loose) | 625 | 625 | Unch |
| | Hyderabad+ VAT | - | 680 | - |
| | Jaipur (Loose) | 638 | 640 | -2 |
| | Rajkot (Loose) | 620 | 615 | +5 |
| | Akola (Loose) | 651 | 651 | Unch |
| | Amrawati (Loose) | 651 | 651 | Unch |
| | Haldiya Port (Loose) | 631 | 632 | -1 |
| | Jalna | 655 | 655 | Unch |
| | Kakinada | - | 645 | - |
| | Nagpur | 656 | 656 | Unch |
| | SoyDegum Kandla/Mundra+VAT | 605 | 607 | -2 |
| | Soy Degum Mumbai+VAT | 602 | 602 | Unch |
| | | | | |
| Palm Oil | Kandla CPO (5%FFA) | 472 | 472 | Unch |
| | Kandla RBD Palmolein +VAT | 522 | 522 | Unch |
| | Chennai RBD Palmolein (Loose) | 535 | 535 | Unch |
| | Kakinada RBD Palmolein (Loose) | 519 | 521 | -2 |
| | Mumbai RBD Pamolein+ VAT | 533 | 535 | -2 |
| | Hyd. RBD Palmolein VAT | - | 570 | - |
| | Delhi RBD Palmolein (Loose) | 580 | 580 | Unch |

| | | | | |
|---|---|---|---|---|
| Refined Sunflower Oil | Hyderabad Exp +VAT | - | 740 | - |
| | Bellary (Exp. Oil)+VAT | 626 | 626 | Unch |
| | Chellakere (Exp. Oil)+VAT | 641 | 641 | Unch |
| | Erode (Exp. Oil)+VAT | 690 | 690 | Unch |
| | Latur (Exp. Oil)+VAT | 651 | 651 | Unch |
| | Kandla/Mundra | 655 | 655 | Unch |
| | Mumbai + VAT | 730 | 730 | Unch |
| | Chennai (Loose) | 720 | 725 | -5 |
| Groundnut Oil | Hyderabad +VAT | - | 850 | - |
| | Chennai (Loose) | 780 | 790 | -10 |
| | Delhi (Loose) | 840 | 840 | Unch |
| | Gondal+VAT | 825 | 825 | Unch |
| | Jamnagar +VAT | 825 | 825 | Unch |
| | Narsarropeth+VAT | 731 | 731 | Unch |
| | Prodattour+VAT | 771 | 771 | Unch |
| | Mumbai + VAT | 840 | 840 | Unch |
| | Rajkot (Loose) | 825 | 825 | Unch |
| Rapeseed Oil | Alwar (Expeller Oil)(Loose) | 641 | 639 | +2 |
| | Sri Ganga Nagar(Exp Oil-Loose) | 645 | 640 | +5 |
| | Delhi (Exp. Oil) (Loose) | 674 | 670 | +4 |
| | Jaipur (Expeller Oil) (Loose) | 638 | 640 | -2 |
| | Kota (Expeller Oil) (Loose) | 630 | 630 | Unch |
| | Mumbai (Exp. Oil) +VAT | 670 | 668 | +2 |
| | Kolkatta | - | - | - |
| | Hapur+VAT | 668 | 670 | -2 |
| | Agra (Kacchi Ghani Oil) +VAT | 685 | 675 | +10 |
| Refined Cottonseed Oil | Mumbai +VAT | 652 | 645 | +7 |
| | Hyderabad (Loose) | - | 665 | - |
| | Rajkot (Loose) | 640 | 640 | Unch |
| | Delhi (Loose) | 615 | 615 | Unch |
| Sesame Oil | Delhi | 645 | 640 | +5 |
| | Mumbai | 775 | 775 | Unch |
| Rice Bran Oil (40%) | Delhi | 550 | 540 | +10 |
| | Punjab | 550 | 550 | Unch |
| Rice Bran Oil (70%) | Delhi | 430 | 425 | +5 |

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|---|---|---|---|---|
| **Malaysia Palmolein USD/MT** | FOB (Nov) | 990 | 1000 | **-10** |
| | CNF (Nov) - India | 1025 | 1035 | **-10** |
| **Indonesia/Malaysia CPO USD/MT** | FOB (Nov) | 918 | 920 | **-2** |
| | CNF (Nov) - India | 953 | 955 | **-2** |

| Argentina FOB ($/MT) | 20-10-2011 | 19-10-2011 | Change |
|---|---|---|---|
| Crude Soybean Oil Ship(Oct) | 1135 | 1141 | **-6** |
| Refined Soy Oil (Bulk) Ship(Oct) | 1174 | 1181 | **-7** |
| Sunflower Oil Ship(Oct) | 1130 | 1140 | **-10** |
| Cottonseed Oil Ship(Oct) | 1115 | 1121 | **-6** |
| Refine Linseed Oil(Bulk) Ship(Oct) | 1155 | 1161 | **-6** |

### 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 |
| 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 |
| 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 |
| MT THERESA BALTIC | Mundra | 53998.57 | CPO | 5/10/2011 | 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 |

| | | | | | |
|---|---|---|---|---|---|
| SICHEM FUMI | Haldia | 7799 | CPO | 16/10/2011 | Discharge |
| EASTERN GLORY | Chennai | 6500 | PALM OIL | 13/10/2011 | Load |
| CHEMICAL ARROW | Chennai | 6298 | PALM OIL | 16/10/2011 | Discharge |
| FENG HAI 10 | Kolkata | 7000 | CPO | 12/10/2011 | Discharge |
| SICHEM ANELINE | Kolkata | 3350 | CPO | 13/10/2011 | Discharge |
| GOLDEN BLESSING | Manglore | 6000 | CPO | 12/10/2011 | Discharge |
| M.T.ANGGRANI | Kandla | 18000 | CPO | 19/10/2011 | Discharge |
| M.T.GOLDEN BLESSING | Kandla | 8000 | CPO | 19/10/2011 | Discharge |
| M.T.GLOBAL CHALLENGE | Kandla | 13500 | CPO | 19/10/2011 | Discharge |
| M.T.HENG XIN | Kandla | 6500 | PALM OIL | 19/10/2011 | Discharge |
| M.T.MALIBU | Kandla | 16000 | PALM OIL | 22/10/2011 | Load |
| FENG HAI 23 | Haldia | 4999 | CPO | 19/10/2011 | Discharge |
| SP AMSTERDAM | Haldia | 7997 | CPO | 17/10/2011 | Discharge |
| MS SIMON | Haldia | 13293 | CDSBO | 18/10/2011 | Discharge |
| CHEM NORMA | Chennai | 10000 | CSFO | 20/10/2011 | Discharge |
| HANDYTANKERS MIRACLE | Chennai | 8000 | CSFO | 19/10/2011 | Discharge |
| JIN HAI WAN | Chennai | 8000 | PALM OIL | 21/10/2011 | Discharge |
| FAIR PIGASOS | Kolkata | 5500 | CPO | 19/10/2011 | Discharge |
| EAGLE ASIA | Kolkata | 5500 | CPO | 21/10/2011 | Discharge |
| MT DESH UJAALA | Mundra | 288403 | CPO | 19/10/2011 | Discharge |
| CM MAYA | Manglore | 8250 | CPO | 20/10/2011 | Discharge |
| ROYAL AQUA | Manglore | 12000 | CPO | 20/10/2011 | Discharge |
| DORIS | Manglore | 8500 | CPO | 21/10/2011 | Discharge |
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| | | | | | |
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| **Edible Oil Shipments for Oct 2011** | | **758,225** | | | |
| **Edible Oil Imports (Oil year 2010-11 till date)** | | **7,388,118** | | | |