AGRIWATCH

Veg. Oil Daily Fundamental Report

Dec 14, 2011

Domestic Fundamentals:

- Edible oil basket traded with firm bias on account of bullish cues from Malaysia amid depreciating INR supports the prices on Tuesday.
- Groundnut oil in Rajkot market gained by Rs 20 per 10 Kg to Rs 890 per 10 Kg attributed to good buying support.
- INR touches 53.52 levels on Tuesday due to shrinking domestic industry output. Depreciating INR will negatively affect the edible oil imports leading to lower domestic stocks subsequently lending support to the oil prices at higher levels.

International Market Fundamentals:

- CPO at BMD Malaysia ended higher on account of bullish cues from MPOB data, higher than expected exports figures.
- Malaysia's November palm oil ending stocks fell 1.5 percent to 2,068,754 tons as compared to October month 2,100,578 tons – MPOB
- Malaysian palm oil products exports for the period of 1-10 December fell by 4.6 per cent stood at 436,633 million tonnes from 457,696 tonnes shipped during 1-10 November. Palm oil products exports figures for 1-10 November for top major markets (Values in tonnes and 1-10 November import figures in parenthesis): China 93,700 (102,320), India 35,300 (64,350), EU 113,579 (36,900), Pakistan 55,550 (55,500) and US 7,800 (54,727).
- We expect palm oil likely to trade with steady bias in near term due to EU debt crisis and weak exports.

Outlook:

Looking forward, edible oils are likely to trade steady note in near term due to weak macroeconomic factors meanwhile seasonal demand might support the prices in medium term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
11-Dec	12.00	644.30	654.30	644.30	653.20
12-Jan	14.05	653.80	666.70	653.80	665.00
12-Feb	14.50	661.90	674.50	661.90	673.05
12-Mar	14.25	672.05	680.05	671.60	679.35

Contract	Volume	Change	OI	Change
11-Dec	46,600	14980	43570	-9610
12-Jan	219,650	116260	158340	23130
12-Feb	27,370	14420	23200	-250
12-Mar	8330	4800	21790	1130

Spread	Dec-11	Jan-11	Feb-12	Mar-12
Basis	-6.20	-18.00	-26.05	-32.35
11-Dec		11.80	19.85	26.15
12-Jan			8.05	14.35
12-Feb				6.30

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
11-Dec	4.00	509.80	516.00	509.80	511.30
12-Jan	5.30	514.30	521.50	513.50	517.30
12-Feb	6.30	523.00	528.90	522.50	524.80
12-Mar	7.30	532.50	535.50	529.00	532.70

Contract	Volume	Change	OI	Change
11-Dec	1081	697	1579	-336
12-Jan	1734	941	6253	-80
12-Feb	1674	1026	3159	399
12-Mar	188	110	306	34

Spread	Dec-11	Jan-11	Feb-12	Mar-12
Basis	-1.30	-7.30	-14.80	-22.70
11-Dec		6.00	13.50	21.40
12-Jan			7.50	15.40
12-Feb				7.90

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

CBOT Soy Oil Futures:
(Values in US cents/lb) 12/12/11

Contract	+/-	Open	High	Low	Close
11-Dec	-0.28	49.30	49.30	48.49	49.06
12-Jan	-0.28	49.66	49.77	48.71	49.32
12-Mar	-0.26	49.97	50.14	49.09	49.72
12-May	-0.25	50.25	50.50	49.49	50.10
12-Jul	-0.24	50.64	50.82	49.78	50.40

BMD CPO Futures:
(Values in MYR/tonnes) 13/12/11

Contract	+/-	Open	High	Low	Close
Jan-12	5	3020	3020	2984	3001.00
Feb-12	4	3017	3023	2980	3002.00
Mar-12	8	3016	3024	2981	3007.00
Apr-12	10	3018	3023	2987	3006.00

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 are getting support at 48.0 levels while 51.0 could be considered as immediate resistance.
Malaysian CPO Futures (Jan' 12 Month Contract)	Malaysian palm oil futures likely to trade with range bound. Trading range likely to be 2800-3200 levels.

Edible Oil Prices at Key Market as on December 13, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		13/12/2011	12/12/2011	
Refined Soybean Oil	Kota(Loose)	630	627	+3
	Rajkot (Loose)	640	640	Unch
	Jaipur (Loose)	642	635	+7
	Hyderabad+ VAT	631	621	+10
	Delhi (Loose)	660	665	-5
	Kakinada	-	-	-
	Mumbai +VAT	635	635	Unch
	Indore	615	615	Unch
	Soy Degum Mumbai+VAT	612	612	Unch
	SoyDegum Kandla/Mundra+VAT	615	615	Unch
	Haldiya Port (Loose)	-	659	-
	Akola (Loose)	651	647	+4
	Amrawati (Loose)	651	647	+4
	Jalna	656	661	-5
	Nagpur	651	646	+5
Palm Oil	Chennai RBD Palmolein (Loose)	580	575	+5
	Hyd. RBD Palmolein VAT	610	600	+10
	Delhi RBD Palmolein (Loose)	600	595	+5
	Kandla CPO (5%FFA)	510	508	+2
	Kakinada RBD Palmolein (Loose)	566	561	+5
	Mumbai RBD Pamolein+ VAT	582	585	-3
	Kandla RBD Palmolein +VAT	557	560	-3

Refined Sunflower Oil	Mumbai + VAT	710	705	+5
	Kandla/Mundra	650	645	+5
	Erode (Exp. Oil)+VAT	715	715	Unch
	Hyderabad Exp +VAT	725	730	-5
	Chennai (Loose)	715	715	Unch
	Bellary (Exp. Oil)+VAT	656	656	Unch
	Latur (Exp. Oil)+VAT	656	656	Unch
	Chellakere (Exp. Oil)+VAT	651	651	Unch
Groundnut Oil	Rajkot (Loose)	890	870	+20
	Chennai (Loose)	880	880	Unch
	Delhi (Loose)	870	850	+20
	Hyderabad Exp +VAT	910	900	+10
	Mumbai + VAT	890	885	+5
	Gondal+VAT	900	870	+30
	Jamnagar +VAT	900	870	+30
	Narsarropeth+VAT	821	816	+5
	Prodattour+VAT	851	851	Unch
Rapeseed Oil	Mumbai (Exp. Oil) +VAT	702	702	Unch
	Alwar (Expeller Oil)(Loose)	676	673	+3
	Kota (Expeller Oil) (Loose)	664	664	Unch
	Jaipur (Expeller Oil) (Loose)	684	680	+4
	Delhi (Exp. Oil) (Loose)	710	715	-5
	Sri Ganga Nagar(Exp Oil-Loose)	688	691	-3
	Hapur+VAT	735	725	+10
	Kolkatta	-	-	-
	Agra (Kacchi Ghani Oil) +VAT	712	710	+2
Refined Cottonseed Oil	Mumbai +VAT	617	622	-5
	Rajkot (Loose)	610	615	-5
	Delhi (Loose)	600	605	-5
	Hyderabad (Loose)	625	625	Unch
Sesame Oil	Delhi	770	760	+10
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	525	540	-15
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	415	430	-15
Malaysia Palmolein USD/MT	FOB (Jan)	1070	1078	-8
	CNF(Jan) - India	1105	1113	-8

Indonesia/Malaysia CPO USD/MT	FOB (Dec)	948	-	-
	CNF(Dec) - India	983	-	-
Argentina FOB ($/MT)		**12/12/2011**	**10/12/2011**	**Change**
Crude Soybean Oil Ship (Dec)		1106	-	-
Refined Soy Oil (Bulk) Ship (Dec)		1144	-	-
Sunflower Oil Ship (Dec)		1060	-	-
Cottonseed Oil Ship (Dec)		1086	-	-
Refine Linseed Oil(Bulk) Ship (Dec)		1126	-	-

Indian Vessel Line up for Edible Oils (December)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
M.T.SC NINGBO	Kandla	8500	PALM OIL	2/12/2011	Discharge
M.T.HORIZON	Kandla	30500	CPO	2/12/2011	Discharge
M.T.STX KNIGHT	Kandla	14000	CPO	9/12/2011	Discharge
FLORES PALM	Krishnapatnam	9999.94	CPO	1/12/2011	Discharge
MT PALCHEM-1	Mundra	10000	CSFO	1/12/2011	Discharge
HARSHA PREM	Ennore	10000	PALM OIL	2/12/2011	Discharge
ARMDMORE CENTURIAN	Manglore	8000	CPO	4/12/2011	Discharge
FENG HAI 22	Tuticorin	7500	PALM OIL	5/12/2011	Discharge
Ginga Falcon	Mumbai	15000	RBD PALMOLEIN	7/12/2011	Discharge
M.T.GINGA PUMA	Kandla	11000	CPO	10/12/2011	Discharge
M.T.SANKO NEPTUNE	Kandla	11980	CPO	11/12/2011	Discharge
M.T.ANJASMARO	Kandla	18000	CPO	14/12/2011	Discharge
FAIR FAETHON	Krishnapatnam	5500	CPO	5/12/2011	Discharge
GAGASAN PERAK	Chennai	4000	CPO	5/12/2011	Discharge
EAGLE ASIA 05	Kolkata	4275	CPO	5/12/2011	Discharge
MT FLORES PALM	Paradip	6000	PALM OIL	5/12/2011	Discharge
STX EASTERN	Manglore	10500	CPO	6/12/2011	Discharge
MUTIARA PERAK	Haldia	6000	CPO	10/12/2011	Discharge
TMN PIONEER	Chennai	6500	PALM OIL	9/12/2011	Discharge
GOLDEN BRILIANCE	Kolkata	4512	CPO	6/12/2011	Discharge
FENG HAI 10	Kolkata	5000	CPO	5/12/2011	Discharge
ASIAN GLORY	Tuticorin	8800	PALM OIL	9/12/2011	Discharge
SC STEALTH	Mormugao	2000	PALM FATTY ACID	8/12/2011	Discharge
M.T.ARDMORE CENTURION	Kandla	15000	CPO	10/12/2011	Discharge
M.T.CHEMROUTE OASIS	Kandla	8500	PALM OIL	10/12/2011	Discharge
ARMADA GEMA	Krishnapatnam	5000	RBD PALMOLEIN	10/12/2011	Discharge
NOOR-1	Krishnapatnam	4799.81	CPO	11/12/2011	Discharge
YUE YOU 901	Krishnapatnam	3000	CPO	11/12/2011	Discharge

PVT SEALION	Chennai	7000	PALM OIL	10/12/2011	Load
JIN HAI TONG	Chennai	8000	PALM OIL	10/12/2011	Discharge
NORNA N	Chennai	15000	CSFO	14/12/2011	Discharge
FENG HAI 21	Kolkata	4000	CPO	10/12/2011	Discharge
FAIR FAETHON	Kolkata	4000	CPO	10/12/2011	Discharge
MT SMITI	Mundra	273585.08	CPO	9/12/2011	Load
ARGENT ASTER	Ennore	2432	PALM OIL	12/12/2011	Discharge
CRYSTAL DREAM	Ennore	2000	PALM OIL	14/12/2011	Discharge
BOW ARATU	Manglore	11500	CPO	10/12/2011	Discharge
BUNGA KANTAN TIGER	Manglore	6500	CPO	7/12/2011	Discharge
Edible Oil Shipments for Dec 2011		**587,884**			
Edible Oil Imports (Oil year 2010-11 till date)		**8,938,402**			