AGRIWATCH

Veg. Oil Daily Fundamental Report

Dec 15, 2011

Domestic Fundamentals:

- Edible oil basket traded with firm bias on account of better buying amid bullish cues from Malaysia on Wednesday.
- Weak soy arrival amid better buying interest lifts soy oil in major markets, moreover other edible oils stay firm.
- As per Sea of India, edible oil for Nov. 2011 up by 26.89% stood at 827,684 MT as compared to last year at 652,262 MT. moreover higher imports seen for crude palm kernel oil up by 94.02%, meanwhile soy oil imports fell by 74.98% during the year.
- 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:

- Indonesia's exports of November month stood at 1,203,491 tonnes of palm oil compared to October month's exports 844,354 Tonnes - Reuters
- Indonesia has kept its export tax for crude palm oil (CPO) at 15% for December, unchanged from the previous month. Indonesian government also left its RBD palm olein export tax for next month unchanged at 7%.
- 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	14.75	654.50	676.40	654.05	668.45
12-Jan	15.35	668.20	687.70	665.85	680.85
12-Feb	14.15	675.00	693.45	673.95	687.40
12-Mar	13.65	681.00	698.95	679.35	692.70

Contract	Volume	Change	OI	Change
11-Dec	55,520	8920	42650	-920
12-Jan	300,820	81170	161250	2910
12-Feb	38,090	10720	25670	2470
12-Mar	10500	2170	23170	1380

Spread	Dec-11	Jan-11	Feb-12	Mar-12
Basis	-7.45	-19.85	-26.40	-31.70
11-Dec		12.40	18.95	24.25
12-Jan			6.55	11.85
12-Feb				5.30

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
11-Dec	7.40	513.40	521.50	512.00	519.20
12-Jan	4.80	518.80	528.50	518.20	522.60
12-Feb	5.40	526.00	536.00	525.60	530.40
12-Mar	4.90	533.50	542.40	532.40	537.20

Contract	Volume	Change	OI	Change
11-Dec	2508	1427	2431	852
12-Jan	5474	3740	7152	899
12-Feb	2289	615	3194	35
12-Mar	380	192	437	131

Spread	Dec-11	Jan-11	Feb-12	Mar-12
Basis	-5.20	-8.60	-16.40	-23.20
11-Dec		3.40	11.20	18.00
12-Jan			7.80	14.60
12-Feb				6.80

* 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) 14/12/11

Contract	+/-	Open	High	Low	Close
Jan-12	47	2980	3051	2980	3048.00
Feb-12	50	2993	3052	2980	3052.00
Mar-12	44	2993	3053	2983	3053.00
Apr-12	42	2990	3052	2987	3052.00

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 14, 2011

Commodity	Centre	Prices(Per 10 Kg)		Change
		14/12/2011	13/12/2011	
Refined Soybean Oil	Kota(Loose)	635	630	+5
	Rajkot (Loose)	640	640	Unch
	Jaipur (Loose)	650	642	+8
	Hyderabad+ VAT	631	631	Unch
	Delhi (Loose)	665	660	+5
	Kakinada	-	-	-
	Mumbai +VAT	650	635	+15
	Indore	620	615	+5
	Soy Degum Mumbai+VAT	615	612	+3
	SoyDegum Kandla/Mundra+VAT	620	615	+5
	Haldiya Port (Loose)	661	-	-
	Akola (Loose)	661	651	+10
	Amrawati (Loose)	661	651	+10
	Jalna	664	656	+8
	Nagpur	661	651	+10
Palm Oil	Chennai RBD Palmolein (Loose)	580	580	Unch
	Hyd. RBD Palmolein VAT	605	610	-5
	Delhi RBD Palmolein (Loose)	600	600	Unch
	Kandla CPO (5%FFA)	514	510	+4
	Kakinada RBD Palmolein (Loose)	566	566	Unch
	Mumbai RBD Pamolein+ VAT	582	582	Unch
	Kandla RBD Palmolein +VAT	557	557	Unch

Refined Sunflower Oil	Mumbai + VAT	710	710	Unch
	Kandla/Mundra	650	650	Unch
	Erode (Exp. Oil)+VAT	715	715	Unch
	Hyderabad Exp +VAT	730	725	+5
	Chennai (Loose)	715	715	Unch
	Bellary (Exp. Oil)+VAT	654	656	-2
	Latur (Exp. Oil)+VAT	666	656	+10
	Chellakere (Exp. Oil)+VAT	651	651	Unch
Groundnut Oil	Rajkot (Loose)	900	890	+10
	Chennai (Loose)	880	880	Unch
	Delhi (Loose)	880	870	+10
	Hyderabad Exp +VAT	910	910	Unch
	Mumbai + VAT	890	890	Unch
	Gondal+VAT	905	900	+5
	Jamnagar +VAT	910	900	+10
	Narsarropeth+VAT	816	821	-5
	Prodattour+VAT	851	851	Unch
Rapeseed Oil	Mumbai (Exp. Oil) +VAT	702	702	Unch
	Alwar (Expeller Oil)(Loose)	683	676	+7
	Kota (Expeller Oil) (Loose)	666	664	+2
	Jaipur (Expeller Oil) (Loose)	690	684	+6
	Delhi (Exp. Oil) (Loose)	720	710	+10
	Sri Ganga Nagar(Exp Oil-Loose)	694	688	+6
	Hapur+VAT	740	735	+5
	Kolkatta	-	-	-
	Agra (Kacchi Ghani Oil) +VAT	720	712	+8
Refined Cottonseed Oil	Mumbai +VAT	620	617	+3
	Rajkot (Loose)	620	610	+10
	Delhi (Loose)	600	600	Unch
	Hyderabad (Loose)	630	625	+5
Sesame Oil	Delhi	775	770	+5
	Mumbai	775	775	Unch
Rice Bran Oil (40%)	Delhi	525	525	Unch
	Punjab	550	550	Unch
Rice Bran Oil (70%)	Delhi	415	415	Unch
Malaysia Palmolein	FOB (Jan)	1063	1070	-7

USD/MT	CNF(Jan) - India	1098	1105	**-7**
Indonesia/Malaysia CPO USD/MT	FOB (Dec)	933	948	**-15**
	CNF(Dec) - India	968	983	**-15**
Argentina FOB ($/MT)		**13/12/2011**	**12/12/2011**	**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**			