AGRIWATCH

Veg. Oil Daily Fundamental Report

Jan 28, 2012

Domestic Fundamentals:

- Spot edible oils traded with a weak bias due to limited buying in cash market on Friday.
- G/N oil fell from higher quotes in Rajkot market due to dull demand amid lackluster buying kept the prices on the lower side. Moreover, Rapeseed oil traded with a weak bias due to new crop arrivals amid weak edible oil basket keep pressuring the prices.
- We expect domestic edible oil prices are expected to trade in a choppy range on account of dull demand and strengthen INR against US dollar. However fair international fundamentals would restrict excessive losses.

International Market Fundamentals:

- Malaysian palm oil products exports for the period of 1-25 Jan. fell by 19.9 per cent and stood at 947,401 million tonnes from 1,182,707 tonnes shipped during 1-25 Dec. – SGS. Crude palm oil production in Indonesia is likely to rise by 8 percent from a year ago to 4.5 million tonnes in the Q1 2012.
- As per Buenos Aires grains exchange, Argentine 2011/12 soy output seen at 46.2 Mln. Tons. Moreover, Argentine Agriculture Ministry has cut soybean output estimate to 48.9 Mln. T from 52-53 Mln. T forecasted last month.
- Low soybean output estimated amid dry weather condition in South America might support the global soy and soy oil prices in near to medium term.

Outlook:

Looking forward, Domestic edible oil basket is likely to trade with steady note in near term due to lackluster buying activities in cash market.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
12-Feb	**-12.25**	705.10	707.00	695.35	695.35
12-Mar	**-10.40**	690.00	692.00	682.00	682.70
12-Apr	**-8.50**	682.80	691.70	675.20	676.00
12-May	**-7.50**	684.95	686.45	676.05	676.50

Contract	Volume	Change	OI	Change
12-Feb	162,720	30540	134840	-2220
12-Mar	83,040	13410	101770	-5720
12-Apr	17,060	1010	60070	790
12-May	6590	2880	30830	2080

Spread	Feb-12	Mar-12	Mar-12	Apr-12
Basis	7.65			
12-Feb		-12.65	-19.35	-18.85
12-Mar			-6.70	-6.20
12-Apr				0.50

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
12-Jan	**-7.60**	524.10	524.50	519.00	519.30
12-Feb	**-8.00**	525.50	527.10	520.50	520.70
12-Mar	**-7.90**	530.80	532.70	526.00	526.10
12-Apr	**-7.00**	534.80	534.80	528.90	528.90

Contract	Volume	Change	OI	Change
12-Jan	382	172	819	-220
12-Feb	1683	388	4856	194
12-Mar	1298	915	4030	302
12-Apr	11	-70	436	1

Spread	Jan-12	Feb-12	Mar-12	Mar-12
Basis	4.70	3.30	-2.10	-4.90
12-Jan		1.40	6.80	9.60
12-Feb			5.40	8.20
12-Mar				2.80

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

CBOT Soy Oil Futures:
(Values in US cents/lb) 26/1/12

Contract	+/-	Open	High	Low	Close
12-Mar	0.55	51.40	52.00	51.26	51.94
12-May	0.55	51.82	52.42	51.77	52.37
12-Jul	0.54	52.26	52.85	52.23	52.78
12-Aug	0.53	52.79	52.92	52.70	52.88
12-Sep	0.53	53.00	53.00	52.45	52.98

BMD CPO Futures:
(Values in MYR/tonnes) 27/1/12

Contract	+/-	Open	High	Low	Close
Mar-12	-	3148	3150	3129	3136.00
Apr-12	4	3139	3146	3123	3135.00
May-12	-	3132	3141	3118	3126.00
Jul-12	-6	3130	3130	3114	3121.00

CBOT Soy oil and Malaysian CPO Futures Market Daily Price Outlook:

CBOT Soy Oil Futures (Mar' 12 Month Contract)	Soy oil futures prices likely to remain weak in near term. Prices are getting support at 50.00 levels while 52.00 could be considered as immediate resistance.
Malaysian CPO Futures (Mar' 12 Month Contract)	Malaysian palm oil futures likely to trade with firm bias. Trading range likely to be 3150-3230 levels.

Edible Oil Prices at Key Market as on 27th January, 2012

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-1-2012	25-1-2012	
Refined Soybean Oil	Kota(Loose)	675	685	-10
	Rajkot (Loose)	670	680	-10
	Jaipur (Loose)	695	695	Unch
	Hyderabad+ VAT	-	-	-
	Delhi (Loose)	715	720	-5
	Kakinada	-	-	-
	Mumbai +VAT	668	665	+3
	Indore	675	678	-3
	Soy Degum Mumbai+VAT	640	640	Unch
	SoyDegum Kandla/Mundra+VAT	640	640	Unch
	Haldiya Port (Loose)	676	676	Unch
	Akola (Loose)	696	699	-3
	Amrawati (Loose)	696	699	-3
	Jalna	-	698	-
	Nagpur	706	712	-6
Palm Oil	Chennai RBD Palmolein (Loose)	563	565	-2
	Hyd. RBD Palmolein VAT	-	-	-
	Delhi RBD Palmolein (Loose)	620	620	Unch
	Kandla CPO (5%FFA)	524	524	Unch
	Kakinada RBD Palmolein (Loose)	556	559	-3
	Mumbai RBD Pamolein+ VAT	568	568	Unch
	Kandla RBD Palmolein +VAT	565	568	-3

Refined Sunflower Oil	Mumbai + VAT	700	700	Unch
	Kandla/Mundra	615	615	Unch
	Erode (Exp. Oil)+VAT	680	685	-5
	Hyderabad Exp +VAT	-	-	-
	Chennai (Loose)	690	695	-5
	Bellary (Exp. Oil)+VAT	634	633	+1
	Latur (Exp. Oil)+VAT	639	636	+3
	Chellakere (Exp. Oil)+VAT	626	626	Unch
Groundnut Oil	Rajkot (Loose)	1070	1080	-10
	Chennai (Loose)	960	960	Unch
	Delhi (Loose)	1075	1100	-25
	Hyderabad Exp +VAT	-	-	-
	Mumbai + VAT	1050	1050	Unch
	Gondal+VAT	1080	1080	Unch
	Jamnagar +VAT	1080	1080	Unch
	Narsarropeth+VAT	841	851	-10
	Prodattour+VAT	936	936	Unch
Rapeseed Oil	Mumbai (Exp. Oil) +VAT	745	750	-5
	Alwar (Expeller Oil)(Loose)	746	743	+3
	Kota (Expeller Oil) (Loose)	710	725	-15
	Jaipur (Expeller Oil) (Loose)	745	745	Unch
	Delhi (Exp. Oil) (Loose)	762	775	-13
	Sri Ganga Nagar(Exp Oil-Loose)	736	741	-5
	Hapur+VAT	715	725	-10
	Kolkatta	-	-	-
	Agra (Kacchi Ghani Oil) +VAT	760	760	Unch
Refined Cottonseed Oil	Mumbai +VAT	635	635	Unch
	Rajkot (Loose)	625	630	-5
	Delhi (Loose)	625	628	-3
	Hyderabad (Loose)	-	-	-
Sesame Oil	Delhi	765	770	-5
	Mumbai	780	780	Unch
Rice Bran Oil (40%)	Delhi	540	545	-5
	Punjab	510	510	Unch
Rice Bran Oil (70%)	Delhi	435	435	Unch

Malaysia Palmolein USD/MT	FOB (Feb Shipment)	1072.5	1073.0	-0.5
	CNF(Jan) - India	1075	1075	Unch
Indonesia/Malaysia CPO USD/MT	FOB (Feb Shipment)	1025	1017.5	-7.5
	CNF(Jan) - India	1040	1045	-5.0

Argentina FOB ($/MT)	26-1-2012	25-1-2012	Change
Crude Soybean Oil Ship (Jan)	**1153**	-	-
Refined Soy Oil (Bulk) Ship (Jan)	**1193**	-	-
Sunflower Oil Ship (Jan)	-	-	-
Cottonseed Oil Ship (Jan)	**1133**	-	-
Refine Linseed Oil(Bulk) Ship (Jan)	**1173**	-	-

Indian Vessel Line up for Edible Oils (January)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
MT.CIELO DI LONDRA	Krishnapatnam	11000	CPO	1/1/2012	Discharge
ATLANTIK MIRACLE	Krishnapatnam	6350	CPO	1/4/2012	Discharge
FENG HAI 21	Kolkata	1800	CPO	1/2/2012	Discharge
M.T.ADFINES SKY	Kandla	13000	CPO	5/1/2012	Discharge
MT. AGILITY	Krishnapatnam	8500	RBD PALMOLEIN	4/1/2012	Discharge
SANMAR MAJESTY	Haldia	7973	CDSBO	3/1/2012	Discharge
ZAMBEZI STAR	Chennai	13000	CSFO	5/1/2012	Discharge
SICHEM FUMI	Chennai	7500	PALM OIL	5/1/2012	Discharge
YUE YOU 901	Chennai	10340	CPO	3/1/2012	Discharge
EVERRICH 1	Chennai	6699	CPO	4/1/2012	Discharge
TIGRIS	Kolkata	4000	CPO	5/1/2012	Discharge
FADL E RABBI	Kolkata	3400	CPO	3/1/2012	Discharge
ALBUM	Ennore	29034	PALM OIL	5/1/2012	Discharge
SICHEM FUMI	Tuticorin	2999	PALM OIL	6/1/2012	Discharge
M.T.VITESSE	Kandla	10000	PALM OIL	7/1/2012	Discharge
M.T.ADFINES SKY	Kandla	13000	CPO	5/1/2012	Discharge
ZAMBEZI STAR	Krishnapatnam	10500	CSFO	9/1/2012	Discharge
UTB OCEAN	Chennai	8000	PALM OIL	11/1/2012	Discharge
GOLDEN BRILLIANCE	Chennai	4500	PALM OIL	13/1/2012	Discharge
GOLDEN BRILLIANCE	Chennai	3000	CPO	13/1/2012	Discharge
BORCHALI	Chennai	6500	CSFO	13/1/2012	Discharge
FADL E RABBI	Kolkata	3400	CPO	10/1/2012	Discharge
MT B WHALE	Mundra	294374.12	CPO	9/1/2012	Discharge
ROYAL PERIDOT	Ennore	2500	PALM OIL	7/1/2012	Discharge
FENG HAI - II	Mangalore	3500	PALM OIL	10/1/2012	Discharge

MT. GAGASAN JOHAR	Krishnapatnam	1499.88	RBD PALMOLEIN	12/1/2012	Discharge
EVERRICH 1	Haldia	7300	CPO	13/1/2012	Discharge
KALIMANTAN PALM	Haldia	10000	CPO	13/1/2012	Discharge
ANGEL NO 2	Haldia	7299	CPO	13/1/2012	Discharge
YONG TONG 1	Kolkata	5700	CPO	11/1/2012	Discharge
SANMAR SERENADE	Ennore	11000	PALM OIL	15/1/2012	Discharge
GLOBAL PEACE	Mangalore	8000	CPO	13/1/2012	Discharge
FENG HAI 21	Tuticorin	7500	PALM OIL	21/1/2012	Discharge
MT. YUE YOU 901	Krishnapatnam	10370	CPO	19/1/2012	Discharge
TOREACH PIONEER	Haldia	7499	CPO	19/1/2012	Discharge
FENG HAI 17	Haldia	3500	CPO	20/1/2012	Discharge
MALUKUPALM	Chennai	16000	PALM OIL	19/1/2012	Discharge
FENG HAI 23	Chennai	6000	PALM OIL	19/1/2012	Discharge
GAGASON JOHAR	Kolkata	5500	CPO	16/1/2012	Discharge
MT MAHARAJA AGRASEN	Mundra	137654	CPO	18/1/2012	Discharge
LIQUID SUCCESS	Mangalore	5000	CPO	19/1/2012	Discharge
Edible Oil Shipments for Jan 2012		734,691			
Edible Oil Imports (Oil year 2011-12 till date)		2,680,166			