AGRIWATCH

Veg. Oil Daily Fundamental Report

Feb 22, 2012

Domestic Fundamentals:

- The edible oil prices featured firm tone in key domestic markets due to supportive buying activity followed by auspicious Hindu wedding dates.
- Lower edible oil stocks at Indian ports remained additional factor for the gains.
- BMD CPO closed higher, but the Malaysian palm oil exports (Feb. 1-20) were reported slightly lower.
- We expect edible oil supply to increase with the new RM seed crop arrival and appreciation in Indian rupee agains US dollar.

International Market Fundamentals:

- The shipments of Malaysian palm oil products shipments for Feb. 1-20 declined 0.6 per cent to 777,728 tonnes from 782,048 tonnes exported during Jan. 1-20 – SGS.
- Latest soybean production estimates by the Argentina government reveal production to stay close to 43 million tons which is one of the lowest production estimates projected by various agencies.

Outlook:

Concisely edible oil price is likely to stay range bound with bullish bias for short term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
12-Mar	6.05	710.00	719.20	709.50	715.0
12-Apr	4.70	707.95	715.60	706.95	708.9
12-May	2.95	707.25	715.80	705.20	706.6
12-Jun	1.45	706.90	716.05	703.00	705.6

Contract	Volume	Change	OI	Change
12-Mar	211470	109030	139620	-4860
12-Apr	115900	63580	119470	2090
12-May	37030	23050	67240	8690
12-Jun	13590	8900	16290	5640

Spread	Mar-12	Apr-12	May-12
Basis	-0.7		
Feb-12		-6.1	-8.4
Mar-12			-2.3
Apr-12			

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
12-Mar	3.60	547.50	551.40	545.70	549.2
12-Apr	3.00	550.70	553.40	547.70	551.5
12-May	4.30	551.00	555.10	548.50	553.8
12-Jun					

Contract	Volume	Change	OI	Change
12-Mar	2509	966	6545	-233
12-Apr	1758	984	4752	807
12-May	235	146	461	143
12-Jun				

Spread	Mar-12	Apr-12	May-12
Basis	-14.2		
Feb-12		2.3	4.6
Mar-12			2.3
Apr-12			

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

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

CBOT Soy Oil Futures (Mar' 12 Month Contract)	Soy oil prices at its bench mark market may stay in the range of 53.25 to 53.50 in March contract. It might face stiff resistance towards 53.50 cents/lb.
Malaysian CPO Futures (Mar' 12 Month Contract)	Malaysian palm oil futures may get buying support at lower levels. It is likely to test its resistance towards 3200 during coming couple of days.

Edible Oil Prices at Key Market as on February 21, 2012

Commodity	Centre	Prices(Per 10 Kg)		Change
		21.2.2012	18.2.2012	
Refined Soybean Oil	Kota(Loose)	700	700	Unch
	Rajkot (Loose)	675	670	+5
	Jaipur (Loose)	700	695	+5
	Hyderabad+ VAT	-	-	-
	Delhi (Loose)	725	720	+5
	Kakinada	-	-	-
	Mumbai +VAT	680	670	+10
	Indore	675	673	+2
	Soy Degum Mumbai+VAT	645	645	Unch
	SoyDegum Kandla/Mundra+VAT	648	645	+3
	Haldiya Port (Loose)	686	676	+10
	Akola (Loose)	711	701	+10
	Amrawati (Loose)	711	701	+10
	Jalna	711	703	+8
	Nagpur	716	706	+10
Palm Oil	Chennai.RBD.Palmolein.(Loose)	575	570	+5
	Hyd. RBD Palmolein VAT	-	-	-
	Delhi RBD Palmolein (Loose)	630	615	+15
	Kandla CPO (5%FFA)	535	530	+5
	Kakinada.RBD.Palmolein(Loose)	576	573	+3
	Mumbai RBD Pamolein+ VAT	575	570	+5
	Kandla RBD Palmolein +VAT	575	568	+7
Refined Sunflower Oil	Mumbai + VAT	690	680	+10
	Kandla/Mundra	635	625	+10
	Erode (Exp. Oil)+VAT	660	660	Unch
	Hyderabad Exp +VAT	666	651	+15
	Chennai (Loose)	690	682	+8
	Bellary (Exp. Oil)+VAT	616	616	Unch
	Latur (Exp. Oil)+VAT	646	636	+10
	Chellakere (Exp. Oil)+VAT	626	616	+10

Groundnut Oil	Rajkot (Loose)	1100	1100	Unch
	Chennai (Loose)	980	980	Unch
	Delhi (Loose)	1125	1120	+5
	Hyderabad Exp +VAT	1026	1011	+15
	Mumbai + VAT	1080	1080	Unch
	Gondal+VAT	1110	1120	-10
	Jamnagar +VAT	1110	1120	-10
	Narsarropeth+VAT	1021	991	+30
	Prodattour+VAT	971	971	Unch
Rapeseed Oil	Mumbai (Exp. Oil) +VAT	760	722	+38
	Alwar (Expeller Oil)(Loose)	761	764	-3
	Kota (Expeller Oil) (Loose)	750	725	+25
	Jaipur (Expeller Oil) (Loose)	740	730	+10
	Delhi (Exp. Oil) (Loose)	815	795	+20
	SriGangaNagar(ExpOil-Loose)	771	741	+30
	Hapur+VAT	790	780	+10
	Kolkatta	-	-	-
	Agra (Kacchi Ghani Oil) +VAT	810	775	+35
Refined Cottonseed Oil	Mumbai +VAT	635	622	+13
	Rajkot (Loose)	630	625	+5
	Delhi (Loose)	630	625	+5
	Hyderabad (Loose)	-	-	-
Sesame Oil	Delhi	795	785	+10
	Mumbai	780	780	Unch
Rice Bran Oil (40%)	Delhi	565	555	+10
	Punjab	510	510	Unch
Rice Bran Oil (70%)	Delhi	465	450	+15
Malaysia Palmolein USD/MT	FOB (March Shipment)	1100	1095	+5
	CNF(March) - India	1060	1055	+5
Indonesia/Malaysia CPO USD/MT	FOB (March Shipment)	1115	1115	Unch
	CNF(March) - India	1095	1085	+10

Argentina FOB ($/MT)	**18.2.2012**	**17.2.2012**	
Crude Soybean Oil Ship (Feb)	-	1185	-
Refined Soy Oil (Bulk) Ship (Feb)	-	1226	-
Sunflower Oil Ship (Feb)	-	1115	-
Cottonseed Oil Ship (Feb)	-	1165	-
Refined Linseed Oil(Bulk) Ship (Feb)	-	1205	-

Indian Vessel Line up for Edible Oils (February)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
TERNEN	Chennai	6000	CSFO	3/2/2012	Discharge
HORIZON	Haldia	13900	CPO	3/2/2012	Discharge
HUI TONG 56	Haldia	3000	CPO	1/2/2012	Discharge
THERESA DUA	Chennai	10000	CPO	3/2/2012	Discharge
ARMADA GEMA	Chennai	2500	PALM OIL	3/2/2012	Discharge
KALIMANTAN PALM	Chennai	9000	PALM OIL	5/2/2012	Discharge
PALMA AGRI SATU	Kolkata	5000	CPO	4/2/2012	Discharge
RABINDRANATH TAGORE	Ennore	8000	PALM OIL	5/2/2012	Discharge
DIAMOND T	Manglaore	2399	CSFO	2/2/2012	Discharge
M.T.ASIAN GLORY	Tuticorin	8800	PALM OIL	5/2/2012	Discharge
M.T.GOLDEN BRILLIANCE	Tuticorin	3000	PALM OIL	6/2/2012	Discharge
Sumatra Palm	Mumbai	10000	PALM OIL	5/2/2012	Discharge
GLOBAL EOS	Krishnapatnam	8100	RBD PALMOLEIN	3/2/2012	Discharge
THERESA	Krishnapatnam	5000	RBD PALMOLEIN	3/2/2012	Discharge
MT.TERNEN	Krishnapatnam	8000	CSFO	5/2/2012	Discharge
MT. DIMOND T	Krishnapatnam	5887.68	CSFO	5/2/2012	Discharge
FENG HAI 13	Chennai	7500	PALM OIL	7/2/2012	Discharge
GOLDENT BRILLIANCE	Chennai	6500	CPO	9/2/2012	Discharge
MT YOU YOU 901	Paradip	6000	PALM OIL	4/2/2012	Discharge
STEAD FAST	Mangalore	16000	CPO	7/2/2012	Discharge
Edible Oil Shipments for Feb 2012		**144,587**			
Edible Oil Imports (Oil year 2011-12 till date)		**3,150,953**			