AGRIWATCH

Veg. Oil Daily Fundamental Report

March 17, 2012

Domestic Fundamentals:

- Edible oil basket traded with a steady to firm tone in major markets on low South American soy crop output concern.
- India's palm oil products imports during the month of February rose by 30.17 percent to 665251 tons as compared to previous month – SEA of India. More refined palm oil imports noticed during the initial months of 2012 due to low Indonesian export duty on palm oil products.
- Palm oil prices stood firm in major markets in tandem with international markets. However, retail demand was need based.
- We expect edible oil basket is likely to trade steady to weak in coming days due to low demand in cash markets. However, low RM seed output and bullish international fundamentals would limit downside.

International Market Fundamentals:

- CPO at BMD futures ended higher in today's trading session on low soy output concern from South American countries and better Malaysian export figures support the prices.
- Agroconsult cut 2.8 million tons Brazil's soy crop output estimate for 2011/12 to 67.1 million tons, previous estimate was 69.9 million tons. Brazil soybean yields are likely to fell by 14 percent to 44.5 bags a hectare as compared to last year.

Outlook:

Edible oil prices are expected to trade range bound due to increasing RM seed supply which will eventually weigh on the edible oil basket in near term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
12-Mar	2.25	732.50	732.50	727.05	732.00
12-Apr	-1.90	737.10	737.90	731.10	734.20
12-May	-1.55	739.10	740.15	733.15	736.90
12-Jun	-1.65	740.95	742.50	734.90	738.50

Contract	Volume	Change	OI	Change
12-Mar	6,870	-10770	29850	-5940
12-Apr	168,290	-17040	148430	1080
12-May	67,740	-28040	115520	2300
12-Jun	23420	-2300	60740	3270

Spread	Mar-12	Mar-12	Apr-12	May-12
Basis	0.75	-1.45	-4.15	-5.75
12-Mar		2.20	4.90	6.50
12-Apr			2.70	4.30
12-May				1.60

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
12-Mar	-3.30	571.00	571.00	565.00	567.00
12-Apr	-4.90	580.00	580.50	573.20	574.90
12-May	-4.10	582.20	583.60	577.70	579.00
12-Jun	-4.90	584.60	586.50	581.50	581.80

Contract	Volume	Change	OI	Change
12-Mar	1806	-2700	2865	-405
12-Apr	4238	1568	7642	368
12-May	870	-139	1807	76
12-Jun	40	-40	119	-2

Spread	Mar-12	Mar-12	Apr-12	May-12
Basis	-2.00	-9.90	-14.00	-16.80
12-Mar		7.90	12.00	14.80
12-Apr			4.10	6.90
12-May				2.80

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

CBOT Soy Oil Futures:
(Values in US cents/lb) as on 15/03/2012

Contract	+/-	Open	High	Low	Close
12-Mar	0.68	54.79	55.70	54.74	55.48
12-May	0.67	55.15	56.07	55.13	55.85
12-Jul	0.69	55.58	56.20	55.33	56.02
12-Aug	0.71	55.60	56.25	55.60	56.18
12-Sep	0.71	55.60	56.35	55.60	56.28

BMD CPO Futures:
(Values in MYR/tonnes) as on 16/03/2012

Contract	+/-	Open	High	Low	Close
May-12	-3	3414	3422	3386	3400.00
Jun-12	1	3410	3418	3385	3398.00
Jul-12	2	3391	3409	3378	3392.00
Aug-12	1	3382	3395	3367	3381.00

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

CBOT Soy Oil Futures (May' 12 Month Contract)	Soy oil prices at its bench mark market may stay in the range of 54.75 to 56.50 in May contract.
Malaysian CPO Futures (Mayr' 12 Month Contract)	Malaysian palm oil futures likely to trade with range bound. Trading range likely to be 3360-3465 levels.

Edible Oil Prices at Key Market as on March 16, 2012

Commodity	Centre	Prices(Per 10 Kg)		Change
		16.3.2012	15.3.2012	
Refined Soybean Oil	Kota(Loose)	720	720	Unch
	Rajkot (Loose)	683	688	-5
	Jaipur (Loose)	710	715	-5
	Hyderabad+ VAT	-	-	-
	Delhi (Loose)	745	745	Unch
	Kakinada	-	-	-
	Mumbai +VAT	690	688	+2
	Indore	700	695	+5
	Soy Degum Mumbai+VAT	662	660	+2
	SoyDegum Kandla/Mundra+VAT	662	660	+2
	Haldiya Port (Loose)	696	693	+3
	Akola (Loose)	721	719	+2
	Amrawati (Loose)	721	719	+2
	Jalna	723	721	+2
	Nagpur	728	728	Unch
Palm Oil	Chennai.RBD.Palmolein.(Loose)	600	600	Unch
	Hyd. RBD Palmolein VAT	-	-	-
	Delhi RBD Palmolein (Loose)	665	665	Unch
	Kandla CPO (5%FFA)	565	560	+5
	Kakinada.RBD.Palmolein(Loose)	606	601	+5
	Mumbai RBD Pamolein+ VAT	595	588	+7
	Kandla RBD Palmolein +VAT	595	590	+5
Refined Sunflower Oil	Mumbai + VAT	700	700	Unch
	Kandla/Mundra	645	640	+5
	Erode (Exp. Oil)+VAT	705	705	Unch

	Hyderabad Exp +VAT	676	671	+5
	Chennai (Loose)	705	705	Unch
	Bellary (Exp. Oil)+VAT	-	634	-
	Latur (Exp. Oil)+VAT	651	646	+5
	Chellakere (Exp. Oil)+VAT	-	646	-
Groundnut Oil	Rajkot (Loose)	1170	1170	Unch
	Chennai (Loose)	1000	1000	Unch
	Delhi (Loose)	1200	1200	Unch
	Hyderabad Exp +VAT	1071	1071	Unch
	Mumbai + VAT	1170	1170	Unch
	Gondal+VAT	1155	1160	-5
	Jamnagar +VAT	1160	1170	-10
	Narsarropeth+VAT	1071	1081	-10
	Prodattour+VAT	1051	1061	-10
Rapeseed Oil	Mumbai (Exp. Oil) +VAT	775	775	Unch
	Alwar (Expeller Oil)(Loose)	763	761	+2
	Kota (Expeller Oil) (Loose)	750	740	+10
	Jaipur (Expeller Oil) (Loose)	760	755	+5
	Delhi (Exp. Oil) (Loose)	805	800	+5
	SriGangaNagar(ExpOil-Loose)	776	776	Unch
	Hapur+VAT	790	780	+10
	Kolkatta	-	-	-
	Agra (Kacchi Ghani Oil) +VAT	820	815	+5
Refined Cottonseed Oil	Mumbai +VAT	670	662	+8
	Rajkot (Loose)	660	655	+5
	Delhi (Loose)	645	645	Unch
	Hyderabad (Loose)	-	-	-
Sesame Oil	Delhi	790	790	Unch
	Mumbai	740	730	+10
Coconut Oil	(Crude Rs/10kg) - Erode	-	-	-
	(Refined Rs/15 kg) – Erode	-	-	-
	(Crude Rs/10kg) - Kangayan	625	635	-10
	(Refined Rs/15 kg) – Kangayan	-	-	-
Kardi	Mumbai	890	890	Unch
Rice Bran Oil (40%)	Delhi	590	585	+5
	Punjab	545	515	+30
Rice Bran Oil (70%)	Delhi	510	515	-5
Malaysia Palmolein USD/MT	FOB (March Shipment)	1143	1145	-2
	CNF(March) - India	1165	1165	Unch

Indonesia/Malaysia CPO USD/MT	FOB (March Shipment)	1123	1123	Unch
	CNF(March) - India	1135	1130	+5

Argentina FOB ($/MT)	15.3.2012	14.3.2012	Change
Crude Soybean Oil Ship (Mar)	1210	-	-
Refined Soy Oil (Bulk) Ship (Mar)	1252	-	-
Sunflower Oil Ship (Mar)	1140	-	-
Cottonseed Oil Ship (Mar)	1190	-	-
Refine Linseed Oil(Bulk) Ship (Mar)	1230	-	-

Indian Vessel Line up for Edible Oils (March)

VESSEL	PORT	QUANTITY (MT.)	EDIBLE OIL	ETA	ACTIVITY
M.T.STRILEN	Kandla	4000	PALM FATTY ACID	1/3/2012	Discharge
MT.YUE YOU 901	Krishnapatnam	4000	CPO	1/3/2012	Discharge
MT.SONGA HAWK	Krishnapatnam	4999	CPO	3/3/2012	Discharge
FADL E RABBI	Haldia	5402	CPO	1/3/2012	Discharge
MERCINI LADY	Haldia	11350	CDSBO	2/3/2012	Discharge
MT SMITI	Mundra	265816	CPO	2/3/2012	Discharge
GOLDEN OCEANIA	Mangalore	4500	RBD PALMOLEIN	4/3/2012	Discharge
Bright World	Mumbai	10000	PALM OIL	7/3/2012	Discharge
Malpensa	Mumbai	2700	PALM OIL	6/3/2012	Discharge
MT.GOLDEN BRILLIANCE	Krishnapatnam	4975	CPO	9/3/2012	Discharge
KATE MAERSK	Haldia	13255	CDSBO	7/3/2012	Discharge
THERESA CRYSTAL	Chennai	17000	PALM OIL	7/3/2012	Discharge
ATLANTIA	Mangalore	10000	RBD PALMOLEIN	7/3/2012	Discharge
M.T.CYPRESS GALAXY	Kandla	7980	CPO	8/3/2012	Discharge
MT.BRIGHT WORLD	Kandla	5000	CPO	9/3/2012	Discharge
SOUTHERNPEC 18	Haldia	5399	CPO	7/3/2012	Discharge
DYNATANK	Haldia	2200	CPO	8/3/2012	Discharge
GLOBAL MARS	Chennai	11780	PALM OIL	9/3/2012	Discharge
PROSPERITY	Chennai	10500	PALM OIL	9/3/2012	Discharge
KHANKENDY	Chennai	13500	CSFO	14/3/2012	Discharge
THERESA CRYSTAL	Mangalore	18000	RBD PALMOLEIN	11/3/2012	Discharge
Woojin Emrald	Mumbai	10500	RBD PALMOLEIN	9/3/2012	Discharge
M.T.CHEM NORMA	Kandla	10500	CPO	10/3/2012	Discharge
PALMA AGRI SATU	Haldia	6499	CPO	9/3/2012	Discharge
M.T.CHEM NORMA	Kandla	10500	CPO	10/3/2012	Discharge
FENG HAI 17	Haldia	7500	CPO	10/3/2012	Discharge
ASIA ADVENTURER	Haldia	4000	CPO	11/3/2012	Discharge

GLOBAL SATURN	Haldia	7980	CPO	14/3/2012	Discharge
INTERPID SEAHAWK	Chennai	12000	CSFO	14/3/2012	Discharge
FENG HAI 21	Chennai	5500	PALM OIL	14/3/2012	Discharge
DYNATANK	Kolkata	2500	CPO	12/3/2012	Discharge
FENG HAI 22	Kolkata	4000	CPO	11/3/2012	Discharge
M.T.BOW PLATA	Kandla	15500	CPO	14/3/2012	Discharge
M.T.STX EASTERN	Kandla	12000	CPO	18/3/2012	Discharge
M.T.UMGENI	Kandla	15000	PALM OIL	14/3/2012	Discharge
FENG HAI 13	Chennai	7500	PALM OIL	15/3/2012	Discharge
GOLDENT BRILLIANCE	Chennai	4500	CPO	15/3/2012	Discharge
MT FRAMURA	Mundra	77751	CPO	13/3/2012	Discharge
MT MYKONOS WARRIOR	Mundra	137189	CPO	14/3/2012	Discharge
Edible Oil Shipments for Mar 2012		**783,275**			
Edible Oil Imports (Oil year 2011-12 till date)		**4,907,838**			