

Edible oil complex futures prices in last week

25 April 2011

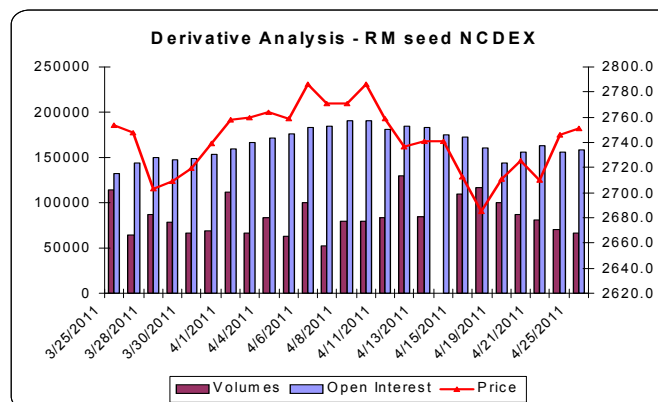
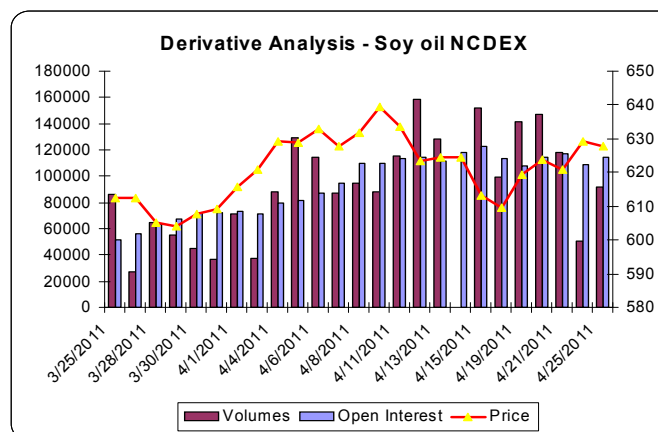
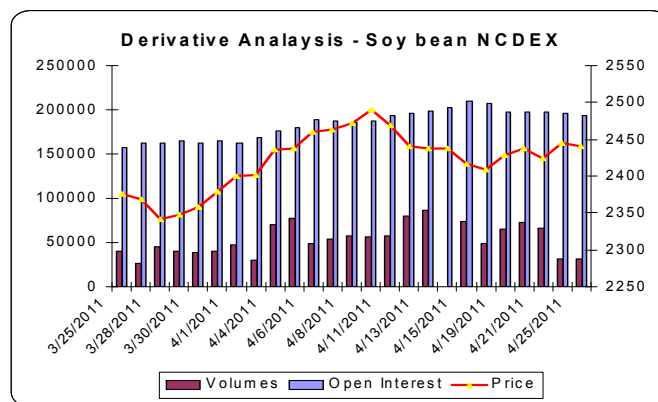
	Open	High	Low	Close	Net Change	% Change
Soy bean May	2413.0	2455.0	2394.5	2444.5	27.50	1.1
Soy oil May	613.30	630.50	608.90	629.20	16.00	2.6
RM seed May	2711.00	2749.00	2682.00	2746.00	33.00	1.2

Spot price in last week

	Open	High	Low	Close	% Change
Soy bean	2358.0	2401.0	2356.0	2401.0	1.35
Soy oil	608.30	617.40	606.35	617.40	0.79
RM seed		0.00	0.00		#VALUE!

Soy complex

- Bullish global cues supported the soy complex futures during the last week. Steady rabi oilseeds arrivals also helped the market to remain firm.
- India's dependence on imported vegetable oil is likely to decline by six percentage point to the lowest in three years due to higher production from domestic sources.
- Higher oilseed output and favorable crushing parity have helped mills to produce more from domestic sources and reduce reliance on imports. Experts believe that the contribution of import in overall vegetable oil consumption will decline this year to 47 per cent as compared to a staggering 53 per cent last year.
- Vegetable oil imports to India declined a staggering 16 per cent in the first four months of the oil year 2010-11 (November-October) due to falling demand of imported oil.
- India imports nearly 85 per cent of crude palm oil mainly from Indonesia while the remaining 15 per cent of both crude and refined oil is met through imports from Malaysia and Argentina, among others.
- As per media report, India's import of olive oil in the year 2010 rose by almost 60 percent to about 4,187 tonne on the back of increase in consumption. The country had imported 2,617 tonne in the corresponding period of the previous year, Indian Olive Association said in a statement



Spices futures price movement in last week

	Open	High	Low	Close	t Change (Rs)	% Change
Pepper May	26990	27975	25910	27847	857.0	3.2
Jeera May	15590	15637	14732	14792	-752.0	-4.8
Turmeric May	9200	9240	8610	8850	-116.0	-1.3
Chilli Jun	10000	10970	9910	10892	802	7.9

Spot prices in last week

	Open	High	Low	Close	t Change	% Change
Pepper	25893.3	26769.3	25480.0	26769.3	876.0	0.29
Jeera	15568.30	15568.30	14983.30	14983.30	663.00	-2.76
Turmeric	9780.00	9780.00	9273.90	9300.00	1175.00	-11.22

Pepper

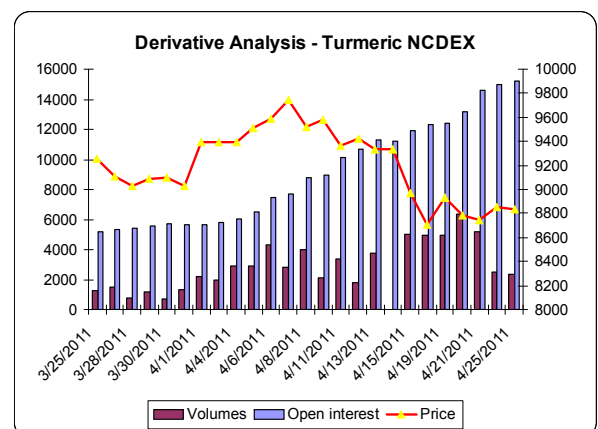
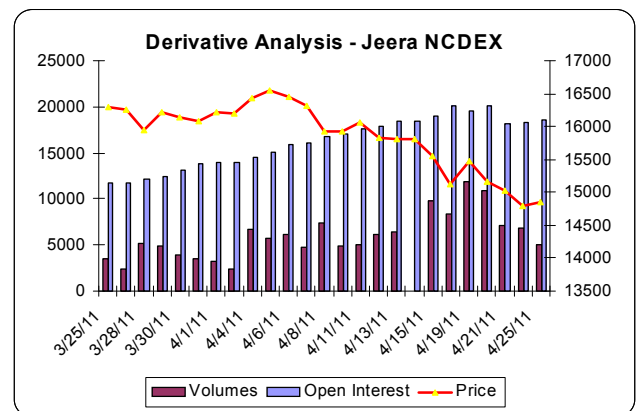
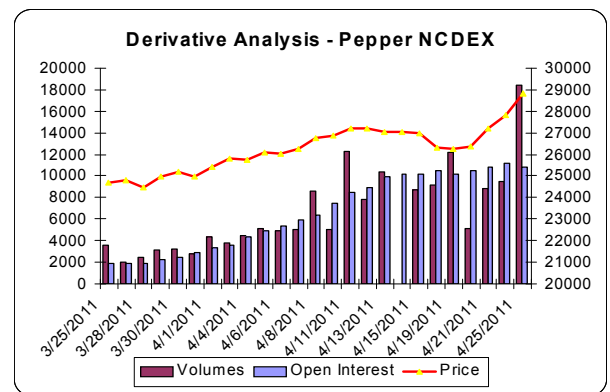
- The futures market witnessed high volatility last week as the operators were pushing it up and down. Report on firm trend in Vietnam also weighed the prices.
- Latest available data showed that Vietnam has shipped almost 23 per cent of their fresh crop. The country, which is estimated to have a crop size of 110,000 tons this season, has already exported 25000 tons.
- The carry over stock from the previous crop is also said to be thin. Meanwhile, good demand from West Asia and China is also reported there for Vietnam pepper.
- According to report from exporters, India is not available with surplus pepper to export and thereby the demand from overseas market was sluggish. Also the current Indian price tag is slightly higher than that of Vietnam.
- However the market is expected to gain further on weak supplies in domestic market due to poor production in the current year.

Jeera

- Jeera prices are expected to fell on weak domestic demand amid adequate stocks. Heavy arrivals and weak export demand are also expected to pressurize the commodity.
- As per market source, crop outlook from Syria and Turkey which is to be announced in May-June is also likely to weigh the trend.
- At Unjha spot market, jeera prices of new crop traded steady at around Rs.13000 - 14000. The total fresh arrivals at around 18000 bags were reported against 25000 bags on last day. The offtake was reported around 17000 bags.

Turmeric

- Turmeric production is expected on higher side due to increased acreage and is likely to affect the further trend of turmeric.
- Turmeric arrivals in the benchmark Nizamabad mandi stood steady at 7000 bags, with prices quoted at Rs.9300/100kg, down by Rs.100 from previous session.
- The arrivals in Erode spot market were at 22000 bags and prices quoted at Rs.9500/100kg, down by Rs.500 compared to last day's close.
- In the year 2011, production is expected around 80 lakh bags compared with 45 lakh bags last year



Futures prices in last week

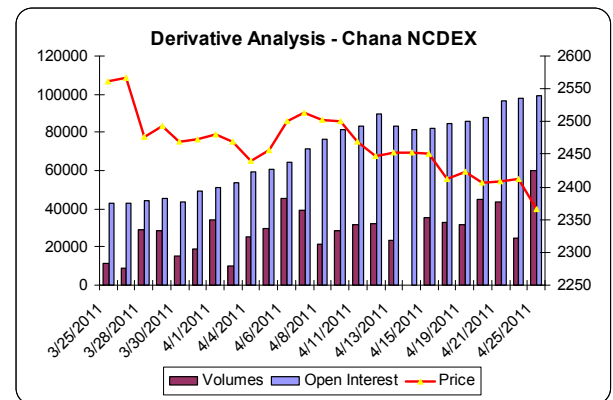
	Open	High	Low	Close	Net Change (Rs)	% Change
Chana May	2380	2380	2318	2343	-40.00	-1.7
Guar seed May	2971	3061	2864	3053	79.00	2.7
Sugar May	2710	2737	2702	2705	-5.00	-0.2

Spot prices in last week

	Open	High	Low	Close	% Change
Chana	2258.8	2258.8	2200.0	2250.0	1.7478
Guar seed	2871	2917	2856	2917	0.29

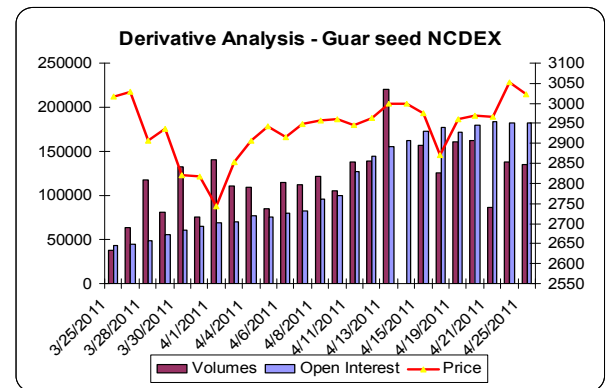
Chana

- Chana prices continued to slide lower in the spot and futures market amid higher arrivals and overall bearish cues in the pulses market.
- As per market source, major mandies witnessed arrivals at around 3.50 to 4 lakh bags per day in the last few days and is likely to continue in the same range due to expected steady arrivals from Rajasthan.
- State-owned trading firm MMTC has invited bids for the import of 37000 tonnes of pulses for sale in the domestic market, media reported.



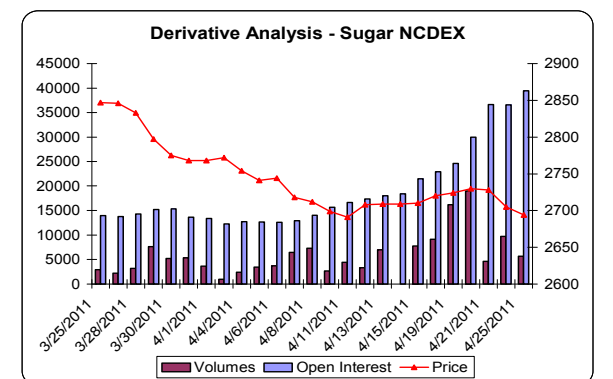
Guar seed

- Fall in daily arrivals and firm domestic and export demand supported the market. Firm demand reported for the byproducts churi and korma also supported the price trend.
- Reports of damage to gaur crops in Pakistan also kept the trend firm.
- As per reports from Rajasthan farm department, output for guar seed is estimated at 149 lakh bags against 45 lakh the previous year.
- The exports are expected to rise to 2.6-2.8 lakh tons compared to 2.1 lakh tons last year.



Sugar

- Government's decision to allow exports of 5 lakh tons of white sugar may also support the trend in the prices.
- As per media report, the US Department of Agriculture has revised its estimate of the country's sugar production in the ongoing 2010-11 sugar year slightly upward to 24 million tons but this is still lower than the government's forecast of 24.5 million tons.
- The USDA said in its latest report that it has revised the country's sugar production forecast to 24 mt from its previous estimate after taking into account higher cane output of 340.5 mt in the 2010-11 sugar year.



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