

**Domestic Fundamentals:**

- Edible oil basket featured steady to weak tone on lackluster buying against adequate supplies and weak international palm oil market. Wednesday.
- Refined soybean oil witnessed losses at major market due to weak international palm oil market, lackluster buying interest and higher cotton, soy seed arrivals in the market. An expected higher South American soybean crop likely to support the bears in the coming days. While, seasonal winter demand for oils may limit excessive losses.
- Groundnut oil featured steady tone on limited buying against adequate supply. Sown area for Rabi groundnut seed stood at 3.22 lakh hectares as on 12 Dec. 2013, down 0.20 lakh hectares compared to the corresponding period last year - Ministry of Agriculture.
- At the import front, IBIS figures revealed that Indian buyers imported 1.68 lakh tons of crude palm oil, 0.36 lakh tons of RBD palmolein and 0.265 lakh tons of crude sunflower oil in the first fifteen days of December. While, India imports 0.097 lakh tons of crude degummed soybean oil (edible grade) majorly from Argentina.
- Edible oil basket is expected to feature steady tone in the near-term. While, recovery in the Indian rupee and sideways trend in the international oil & fats market may cap the gains.

International Market Fundamentals:

- CPO at BMD ended lower owing to weak international soybean market. However, weakness in the Malaysian ringgits and weather concern in Malaysia limit excessive losses.
- Market participants eye on the upcoming US FED meeting which may gauge new directional moves to the commodity market. Malaysia has set its crude palm oil export tax at 5 percent for January, unchanged from the previous month.
- As per data released by the Malaysian Palm Oil Board (MPOB), palm oil inventories rose 7.2 percent in November to 1.98 million tons.

Outlook: Edible oil basket is expected to feature steady tone in the near-term. While, higher Kharif oilseed arrivals may cap the excessive gains.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
13-Dec	-5.75	693.00	693.75	691.90	692.50
14-Jan	-2.05	690.10	690.75	683.00	690.35
14-Feb	-0.30	683.00	684.10	676.80	683.90
14-Mar	0.50	670.40	674.90	668.00	674.15

Contract	Volume	Change	OI	Change
13-Dec	1,390	130	11580	-1380
14-Jan	101,040	35380	99690	860
14-Feb	27,330	10140	96510	3240
14-Mar	9100	1370	31720	1170

Spread	Dec-13	Jan-14	Feb-14	Mar-14
Basis	1.50			
13-Dec		-2.15	-8.60	-18.35
14-Jan			-6.45	-16.20
14-Feb				-9.75

* Indore spot market prices taken for spread calculation

MCX CPO:

Contract	+/-	Open	High	Low	Close
13-Dec	-2.00	550.10	550.80	545.50	549.90
14-Jan	-2.50	553.10	553.10	548.50	552.20
14-Feb	-3.40	555.50	556.80	552.00	555.20
14-Mar	-4.20	557.40	559.90	554.80	556.80

Contract	Volume	Change	OI	Change
13-Dec	1088	240	1973	-124
14-Jan	1820	684	3603	190
14-Feb	524	99	654	144
14-Mar	62	37	81	27

Spread	Dec-13	Jan-14	Feb-14	Mar-14
Basis	-4.9			
13-Dec		2.3	5.3	6.9
14-Jan			3	4.6
14-Feb				1.6

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



BMD CPO Futures:

(Values in MYR/tons)

Contract	+/-	Open	High	Low	Close
Jan-14	-30	2513	2535	2502	2502
Feb-14	-31	2537	2565	2527	2530
Mar-14	-26	2554	2583	2545	2550
Apr-14	-21	2560	2588	2555	2560

Edible Oil Prices at Key Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		12/18/2013	12/17/2013	
Refined Soybean Oil	Kota(Loose)	665	670	-5
	Rajkot (Loose)	660	665	-5
	Jaipur (Loose)	NA	NA	-
	Hyderabad+ VAT	NA	NA	-
	New Delhi (Loose)	700	705	-5
	Kakinada	NA	NA	-
	Mumbai +VAT	660	660	Unch
	Indore	662	660	2
	Soy Degum Mumbai+VAT	640	640	Unch
	SoyDegum Kandla/Mundra+VAT	640	640	Unch
	Haldiya Port (Loose)	686	682	4
	Akola (Loose)	673	673	Unch
	Amrawati (Loose)	673	673	Unch
	Jalna	686	686	Unch
	Nagpur	683	683	Unch
Palm Oil	Chennai.RBD.Palmolein.(Loose)	585	590	-5
	Hyd. RBD Palmolein VAT	575	575	Unch
	New Delhi RBD Palmolein (Loose)	615	615	Unch
	Kandla CPO (5%FFA)	545	547	-2
	Kakinada.RBD.Palmolein(Loose)	581	586	-5
	Mumbai RBD Pamolein+ VAT	585	585	Unch
	Kandla RBD Palmolein +VAT	575	575	Unch
Refined Sunflower Oil	Mumbai + VAT	690	700	-10
	Kandla/Mundra	640	640	Unch
	Erode (Exp. Oil)+VAT	705	705	Unch



	Hyderabad Exp +VAT	676	676	Unch
	Chennai (Loose)	725	725	Unch
	Bellary (Exp. Oil)+VAT	641	641	Unch
	Latur (Exp. Oil)+VAT	641	646	-5
	Chellakere (Exp. Oil)+VAT	631	641	-10
Groundnut Oil	Rajkot (Loose)	800	800	Unch
	Chennai (Loose)	710	720	-10
	New Delhi (Loose)	725	730	-5
	Hyderabad Exp +VAT	768	762	6
	Mumbai + VAT	810	810	Unch
	Gondal+VAT	800	790	10
	Jamnagar +VAT	800	790	10
	Narsarropeth+VAT	720	725	-5
	Prodattour+VAT	701	701	Unch
Rapeseed Oil	Mumbai (Exp. Oil) +VAT	708	707	1
	Alwar (Expeller Oil)(Loose)	701	711	-10
	Kota (Expeller Oil) (Loose)	665	680	-15
	Jaipur (Expeller Oil) (Loose)	696	699	-3
	New Delhi (Exp. Oil) (Loose)	720	730	-10
	Sri-GangaNagar(ExpOil-Loose)	697	700	-3
	Hapur+VAT	775	775	Unch
	Kolkata	NA	NA	-
	Agra (Kacchi Ghani Oil) + VAT	742	750	-8
Refined Cottonseed Oil	Mumbai +VAT	620	625	-5
	Rajkot (Loose)	620	590	30
	New Delhi (Loose)	604	610	-6
	Hyderabad (Loose)	585	588	-3
Coconut Oil	Kangayan (Crude)	1050	1060	-10
	Cochin	1020	1020	Unch
	Trissur	1020	1015	5
Sesame Oil	New Delhi	1150	1150	Unch
	Mumbai	1230	1250	-20
Kardi	Mumbai	1000	1000	Unch
Rice Bran Oil (40%)	New Delhi	NA	510	-
Rice Bran Oil (4%)	Punjab	515	510	5

Malaysia Palmolein USD/MT	FOB (January Shipment)	803	813	-10
	CNF (December Shipment) India	835	843	-8
Indonesia CPO USD/MT	FOB (February-March Shipment)	835	843	-8
	CNF (December Shipment) India	850	860	-10
Argentina FOB (\$/MT)		12/17/2013	12/16/2013	Change
Crude Soybean Oil Ship		883	895	-12
Refined Soy Oil (Bulk) Ship		913	926	-13
Sunflower Oil Ship		NA	NA	-
Cottonseed Oil Ship		863	875	-12
Refined Linseed Oil (Bulk) Ship		NA	NA	-

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