

Domestic Fundamentals:

- Edible oil basket featured a weak tone at major market, Wednesday. Palm, soybean and groundnut oil quoted lower.
- Ready to use palm oil featured lower at major cash market tracking bearish cues from international oil & fats market, on an expected higher South American soybean crop in the current season and weak soy meal export demand (Indian origin). CPO at Kandla quoted Rs 532 per 10 Kg, down Rs 8 per 10 Kg from previous trade session.
- At the import front, IBIS figures revealed that Indian buyers imported 1.86 lakh tons of crude palm oil, 1.71 lakh tons of RBD palmolein, 1.53 lakh tons of crude sunflower oil during 30 Dec-05 Jan. 2014.
- Refined soybean and cottonseed oil featured weak tone in line with the international oil market and lackluster buying interest against adequate supplies. Refined soybean oil quoted Rs 650 per 10 Kg (without VAT), down Rs 10 per 10 Kg from previous trade.
- Edible oil basket is expected to feature steady to slightly weak 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 due to weakness in the crude and soybean oil. As per Reuters survey, Malaysian palm oil ending stocks for December seen at 1.96 Mln tons, down 0.02 million tons from last month. While, palm oil output seen at 1.67 Mln. tons against 1.87 Mln. tons in Nov. Malaysian Palm Oil Board will publish its report on Jan. 10.
- As per Indonesian agriculture Ministry official, crude palm oil output for 2014 seen at 28 million tons, up 15 percent from last year as oil palm plantation entering into mature stage.

Outlook: Edible oil basket is expected to feature steady to slightly weak tone in the near-term.

NCDEX Soy Refined Oil:

| Contract | +/- | Open | High | Low | Close |
|----------|-------|--------|--------|--------|--------|
| 14-Jan | -0.95 | 676.50 | 682.00 | 676.50 | 678.40 |
| 14-Feb | -1.25 | 671.25 | 676.15 | 671.10 | 671.95 |
| 14-Mar | -1.35 | 666.70 | 670.90 | 665.85 | 666.60 |
| 14-Apr | -1.75 | 667.00 | 670.30 | 665.25 | 666.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|--------|--------|
| 14-Jan | 12,430 | -7980 | 31950 | -840 |
| 14-Feb | 56,960 | -7880 | 129890 | 6950 |
| 14-Mar | 8,940 | -3280 | 49930 | 320 |
| 14-Apr | 790 | -2650 | 10710 | 50 |

| Spread | Jan-14 | Feb-14 | Mar-14 | Apr-14 |
|--------|--------|--------|--------|--------|
| Basis | 3.60 | | | |
| 14-Jan | | -6.45 | -11.80 | -12.40 |
| 14-Feb | | | -5.35 | -5.95 |
| 14-Mar | | | | -0.60 |

* Indore spot market prices taken for spread calculation

MCX CPO:

| Contract | +/- | Open | High | Low | Close |
|----------|------|--------|--------|--------|--------|
| 14-Jan | 1.60 | 539.70 | 542.00 | 538.20 | 541.40 |
| 14-Feb | 1.00 | 543.80 | 547.00 | 543.10 | 546.00 |
| 14-Mar | 0.80 | 549.00 | 551.90 | 548.40 | 551.00 |
| 14-Apr | | | | | |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| 14-Jan | 1085 | 417 | 2109 | -370 |
| 14-Feb | 796 | -427 | 1891 | 104 |
| 14-Mar | 238 | -323 | 742 | 72 |
| 14-Apr | | | | |

| Spread | Jan-14 | Feb-14 | Mar-14 | Apr-14 |
|--------|--------|--------|--------|--------|
| Basis | -9.4 | | | |
| 14-Jan | | 4.6 | 9.6 | |
| 14-Feb | | | 5 | |
| 14-Mar | | | | |

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

BMD CPO Futures:
 (Values in MYR/tons)

| Contract | +/- | Open | High | Low | Close |
|----------|------------|------|------|------|-------|
| Jan-14 | -10 | 2500 | 2524 | 2493 | 2520 |
| Feb-14 | -11 | 2538 | 2542 | 2512 | 2531 |
| Mar-14 | -13 | 2557 | 2564 | 2530 | 2548 |
| Apr-14 | -12 | 2568 | 2571 | 2540 | 2557 |

Edible Oil Prices at Key Markets

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|-----------------------|---------------------------------|-------------------|----------|--------|
| | | 8-Jan-14 | 7-Jan-14 | |
| Refined Soybean Oil | Kota(Loose) | 660 | 660 | Unch |
| | Rajkot (Loose) | 645 | 645 | Unch |
| | Jaipur (Loose) | NA | NA | - |
| | Hyderabad+ VAT | NA | NA | - |
| | New Delhi (Loose) | 710 | 710 | Unch |
| | Kakinada | NA | NA | - |
| | Mumbai +VAT | 650 | 655 | -5 |
| | Indore | 650 | 660 | -10 |
| | Soy Degum Mumbai+VAT | 625 | 627 | -2 |
| | SoyDegum Kandla/Mundra+VAT | 625 | 627 | -2 |
| | Haldiya Port (Loose) | 678 | 681 | -3 |
| | Akola (Loose) | 666 | 667 | -1 |
| | Amrawati (Loose) | 666 | 667 | -1 |
| | Jalna | 671 | 676 | -5 |
| | Nagpur | 681 | 681 | Unch |
| Palm Oil | Chennai.RBD.Palmolein.(Loose) | 570 | 582 | -12 |
| | Hyd. RBD Palmolein VAT | 570 | 590 | -20 |
| | New Delhi RBD Palmolein (Loose) | 620 | 620 | Unch |
| | Kandla CPO (5%FFA) | 532 | 540 | -8 |
| | Kakinada.RBD.Palmolein(Loose) | 566 | 568 | -2 |
| | Mumbai RBD Pamolein+ VAT | 572 | 573 | -1 |
| | Kandla RBD Palmolein +VAT | 570 | 568 | 2 |
| Refined Sunflower Oil | Mumbai + VAT | 700 | 700 | Unch |
| | Kandla/Mundra | 635 | 640 | -5 |

| | | | | |
|------------------------|-------------------------------|------|------|------|
| | Erode (Exp. Oil)+VAT | 700 | 700 | Unch |
| | Hyderabad Exp +VAT | 661 | 666 | -5 |
| | Chennai (Loose) | 700 | 710 | -10 |
| | Bellary (Exp. Oil)+VAT | 616 | 616 | Unch |
| | Latur (Exp. Oil)+VAT | 626 | 626 | Unch |
| | Chellakere (Exp. Oil)+VAT | 611 | 611 | Unch |
| | | | | |
| Groundnut Oil | Rajkot (Loose) | 775 | 775 | Unch |
| | Chennai (Loose) | 720 | 722 | -2 |
| | New Delhi (Loose) | 725 | 725 | Unch |
| | Hyderabad Exp +VAT | 794 | 789 | 5 |
| | Mumbai + VAT | 790 | 790 | Unch |
| | Gondal+VAT | 775 | 775 | Unch |
| | Jamnagar +VAT | 775 | 775 | Unch |
| | Narsarropeth+VAT | 730 | 740 | -10 |
| | Prodattour+VAT | 676 | 701 | -25 |
| | | | | |
| Rapeseed Oil | Mumbai (Exp. Oil) +VAT | 702 | 705 | -3 |
| | Alwar (Expeller Oil)(Loose) | 701 | 691 | 10 |
| | Kota (Expeller Oil) (Loose) | 670 | 670 | Unch |
| | Jaipur (Expeller Oil) (Loose) | 696 | 700 | -4 |
| | New Delhi (Exp. Oil) (Loose) | 731 | 731 | Unch |
| | Sri-GangaNagar(ExpOil-Loose) | 700 | 702 | -2 |
| | Hapur+VAT | 760 | 775 | -15 |
| | Kolkata | NA | NA | - |
| | Agra (Kacchi Ghani Oil) + VAT | 745 | 745 | Unch |
| | | | | |
| Refined Cottonseed Oil | Mumbai +VAT | 605 | 610 | -5 |
| | Rajkot (Loose) | 600 | 600 | Unch |
| | New Delhi (Loose) | 604 | 604 | Unch |
| | Hyderabad (Loose) | 575 | 580 | -5 |
| | | | | |
| Coconut Oil | Kangayan (Crude) | 1090 | 1100 | -10 |
| | Cochin | 1080 | 1070 | 10 |
| | Trissur | 1070 | 1075 | -5 |
| | | | | |
| Sesame Oil | New Delhi | 1200 | 1200 | Unch |
| | Mumbai | 1200 | 1180 | 20 |
| Kardi | Mumbai | 1000 | 1000 | Unch |
| Rice Bran Oil (40%) | New Delhi | NA | 520 | - |
| Rice Bran Oil (4%) | Punjab | 510 | 510 | Unch |

| | | | | |
|----------------------------------|-------------------------------|-----------------|-----------------|---------------|
| Malaysia Palmolein USD/MT | FOB (Feb Shipment) | 790 | 803 | -13 |
| | CNF (Feb Shipment) India | 805 | 830 | -25 |
| Indonesia CPO USD/MT | FOB (February-March Shipment) | 825 | 818 | 7 |
| | CNF (January Shipment) India | 830 | 840 | -10 |
| | | | | |
| Argentina FOB (\$/MT) | | 7-Jan-14 | 6-Jan-14 | Change |
| Crude Soybean Oil Ship | | 855 | 858 | -3 |
| Refined Soy Oil (Bulk) Ship | | 885 | 888 | -3 |
| Sunflower Oil Ship | | NA | NA | - |
| Cottonseed Oil Ship | | 835 | 838 | -3 |
| Refined Linseed Oil (Bulk) Ship | | NA | NA | - |

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2013 Indian Agribusiness Systems Pvt Ltd.