

Domestic Fundamentals:

- Sideways to weak sentiment featured in edible oil market Thursday.
- MPOB in its report today increased palm oil stocks in Malaysia on lower exports due to aggressive pricing by Indonesia. Production fell more than expected due to El Nino. Palm oil production in Malaysia is going to be affected in December on dry weather. Prices will find support on lower production. However, lower export numbers in December point to weaker prices. Indonesia biodiesel mandate has provided support to prices and it is expected to produce fivefold higher biodiesel production to meet its international obligation for emissions cut. Depreciation of Ringgit is supporting palm oil prices. Prices will be in a range with upward bias.
- USDA reduced soy oil ending stocks in US on higher use in Methyl Ester used in manufacture of biodiesel. Crush of soybean in US has been kept unchanged while ending stocks of soybean in US has been kept unchanged against expectation of lower ending stocks. Both Brazil and Argentina soybean crops has been left unchanged which market participants has expected to be reduced. Argentina exports of soybean have been increased on higher soybean sales. India soy oil imports were raised on higher domestic consumption and lower crush of soybean. Indian rapeseed oil imports were raised to 4.00 lakh tons on lower rapeseed crop in 2015/16. Argentina's new President will start his term from today. Policy decision on soybean industry which he has promised will be key factor in deciding soybean complex dynamics in near future.
- According to United States Department of Agriculture (USDA), India's 2015/16 soy oil imports are estimated at 3.35 MMT in its December estimate, higher by 6.34 percent from November estimate of 3.15 MMT on lower domestic vegetable oil production. On Y-o-Y basis imports are higher by 12.54 percent when imports in 2014/15 were estimated at 2.799 MMT. However, Agriwatch estimates India's imports of soy oil in 2015-16 at 3.25 MMT.
- According to industry regulator Malaysian Palm Oil Board (MPOB), Malaysia's palm oil stocks rose to 2.9 MMT in November, higher by 2.57 percent from October stocks which was at 2.84 MMT. Production was down at 1.653 MMT in November v/s 2.037 MMT in October, down 18.87 percent m-o-m. Exports were down at 1.5 MMT in November v/s 1.71 MMT in October, down 12.43 percent m-o-m. Imports in November were 0.12 MMT v/s 0.073 MMT in October, up 64 percent m-o-m.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's December 1-10 palm oil exports fell by 33.7 percent to 298,587 tons from 450,670 tons in corresponding period last month. Top buyers were European Union at 89,890 tons (115,466 tons), United States at 34,442 tons (20,305 tons), India at 25,550 tons (143,900 tons) and China at 1,100 tons (53,000 tons). Values in brackets are figures of corresponding period last month.
- China has restarted sales from rapeseed oil reserves to reduce stocks of rapeseed oil estimated at 5.8 MMT. A small offer was made on Friday for the sale of rapeseed oil including stocks accumulated in 2009 and 2010. China is trying to offer sales of reserves of poor quality rapeseed oil at higher prices. Efforts to reduce stocks in first half of the year had limited success.

Outlook: Edible oil basket is expected to feature weak soy, palm and rapeseed/mustard oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
15-Dec	-6.70	630.90	631.10	625.50	627.00
15-Jan	-4.45	630.75	631.10	626.80	629.70

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
15-Dec	9,100	595	20525	-3290
15-Jan	46,410	-1920	86920	-1160

Vol-OI are taken at 5:30 PM

Spread	Dec-15	Jan-15
Basis	8.00	5.30
15-Dec		2.70
15-Jan		

MCX CPO:

Contract	+/-	Open	High	Low	Close
30-Dec	-5.40	409.00	409.00	400.80	405.10
30-Jan	-4.80	420.50	420.50	414.00	417.80

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
30-Dec	3412	2487	3348	-891
30-Jan	2524	1223	3669	1009

Vol-OI are taken at 5:30 PM

Spread	Dec-15	Jan-15
Basis	-5.1	-17.8
30-Dec		12.7
30-Jan		

* CPO Kandla prices taken for spread calculated as at 8:30 PM

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	-0.10	31.03	31.16	30.93	31.01
15-Mar	-0.11	31.25	31.39	31.15	31.23
15-May	-0.13	31.43	31.53	31.31	31.37
15-July	-0.12	31.51	31.64	31.45	31.52
15-Aug	-0.16	31.61	31.61	31.49	31.49

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-19	2284	2288	2273	2280
15-Feb	-10	2377	2379	2350	2377
15-Mar	unch	2429	2437	2408	2436
15-Apr	6	2445	2475	2442	2474

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
10/10/2015	6.44	13834	4.26	9.73	66.71	3.77	97.77

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Dec-15	9-Dec-15	
Refined Soybean Oil	Kota	640	645	-5
	Rajkot	625	625	Unch
	Delhi	675	675	Unch
	Mumbai	640	643	-3
	Indore	635	640	-5
	Kandla/Mundra	630	640	-10
	Kolkata	630	630	Unch
	Indore (Soy Solvent Crude)	620	620	Unch
	Mumbai (Soy Degum)	600	603	-3
	Kandla/Mundra (Soy Degum)	595	595	Unch
	Akola	660	663	-3
	Amrawati	660	662	-2
	Jalna	664	666	-2
	Nagpur	661	663	-2
	Alwar	NR	NR	-
	Solapur	668	670	-2
	Bundi	645	650	-5
	Dhule	665	667	-2
Palm Oil	Rajkot	445	450	-5
	Hyderabad	485	494	-9
	Delhi	515	520	-5
	Kandla (Crude Palm Oil)	400	405	-5
	Kandla (RBD Palm oil)	432	445	-13
	Mumbai RBD Pamolein	470	480	-10
	Kandla RBD Pamolein	465	475	-10

	Mangalore RBD Pamolein	475	480	-5
	Chennai RBD Pamolein	475	480	-5
	Kakinada RBD Pamolein	470	475	-5
	KPT (krishna patnam) Pamolein	465	470	-5
	Haldia Pamolein	465	470	-5
	PFAD (Kandla)	300	295	5
	Refined Palm Stearin (Kandla)	320	310	10
Refined Sunflower Oil	Mumbai	755	755	Unch
	Mumbai(Expeller Oil)	685	685	Unch
	Kandla/Mundra (Crude)	690	690	Unch
	Erode (Expeller Oil)	750	750	Unch
	Hyderabad (Ref)	736	741	-5
	Chennai	720	720	Unch
	Latur (Expeller Oil)	700	710	-10
	Chellakere (Expeller Oil)	670	670	Unch
Groundnut Oil	Rajkot	925	925	Unch
	Chennai	920	910	10
	Delhi	935	930	5
	Hyderabad *	930	950	-20
	Mumbai	945	945	Unch
	Gondal	920	925	-5
	Jamnagar	925	925	Unch
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	965	965	Unch
	Sri-Ganga Nagar(Exp Oil)	920	930	-10
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	850	860	-10
	Jaipur (Expeller Oil)	931	940	-9
	New Delhi (Expeller Oil)	955	955	Unch
	Hapur (Expeller Oil)	930	980	-50
	Sri-Ganga Nagar (Kacchi Ghani Oil)	970	970	Unch
	Kota (Kacchi Ghani Oil)	990	990	Unch
	Jaipur (Kacchi Ghani Oil)	971	981	-10
	Agra (Kacchi Ghani Oil)	955	990	-35
	Bharatpur (Kacchi Ghani Oil)	950	985	-35
	Neewai (Kacchi Ghani Oil)	950	965	-15
	Hapur (Kacchi Ghani Oil)	950	1000	-50
Refined Cottonseed Oil	Mumbai	585	590	-5
	Rajkot	585	585	Unch

	New Delhi	570	570	Unch
	Hyderabad	570	575	-5
Coconut Oil	Kangayan (Crude)	940	940	Unch
	Cochin	1000	1000	Unch
	Trissur	980	980	Unch
Sesame Oil	New Delhi	680	680	Unch
	Mumbai	700	700	Unch
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	430	430	Unch
Rice Bran Oil (4%)	Punjab	500	500	Unch
Rice Bran Oil (4%)	Uttar Pradesh	500	500	Unch
Malaysia Palmolein USD/MT	FOB	545	550	-5
	CNF India	555	570	-15
Indonesia CPO USD/MT	FOB	520	530	-10
	CNF India	525	538	-13
RBD Palm oil (Malaysia Origin USD/MT)	FOB	530	538	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	485	490	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	930	940	-10
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	405	410	-5
Ukraine Origin CSFO USD/MT Kandla	CIF	875	882	-7
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	765	-
Argentina FOB (\$/MT)		9-Dec-15	8-Dec-15	Change
Crude Soybean Oil Ship		690	NA	-
Refined Soy Oil (Bulk) Ship		714	NA	-
Sunflower Oil Ship		NA	NA	-
Cottonseed Oil Ship		670	NA	-
Refined Linseed Oil (Bulk) Ship		NA	NA	-
* indicates including VAT				

Note - Domestic edible oil prices are in Indian rupees per 10 Kg, CNF/FOB/CIF prices are in USD per tons except Rapeseed oil Rotterdam (Euro per tons)

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