

**Domestic Fundamentals:**

- Edible oils prices featured weak sentiment in various markets on Monday.
- CNF CPO at Indian port is quoted at \$532 per ton for January delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$560 per ton for January delivery. High sea duty paid CPO Kandla is quoted at Rs 408 per 10 Kg and for January delivery is quoted at Rs 412 per 10 kg. CDSO CIF at Indian port is offered at \$737 per ton for January delivery. Canola CIF is quoted at USD 750 per ton for January delivery.
- Palm oil imports are expected to weak for the month of December on low refining margins, seasonal slowdown of demand and high stocks at ports and in pipelines. Rapeseed oil prices are down in Rajasthan on weak demand on warm weather. Stock limit imposed in Rajasthan has negative affected prices rapeseed oil.
- Demand concerns from China is going to take center stage in January as demand slows due to slowdown of Chinese economy and stress from its financial system. Chinese currency depreciation has made palm costly for consumers. There is still confusion in market over Chinese demand on Chinese New Yaer. Palm oil exports were weak on slow buying from China. India's palm oil imports picked up in later part of the month despite weak export prospects. Prices will find support on demand from India in January on warmer weather in the subcontinent. Impact of El Nino has kept sentiment positive for the palm oil market. Production will be affected in Malaysia December supporting prices. Rains in palm producing regions of Malaysia on severe monsoon weather have supported prices in near term. Ringgit is depreciating and is expected to support palm oil prices in near term. Crude oil and rising dollar will be worry for market. Prices are in range.
- Rains in key soybean growing regions in Brazil and has pulled down prices of soy oil. Crude oil prices will be bearish for soy oil on expectation of fall in its prices. Crush in US is not expected to pick up in December on weak margins. NOPA report showed that soy oil production in US fell in November on lower crushing on slow farmer sales and weak demand for soy meal. Failure to agree on tax credit to producers in place of blenders has changed expectations soy oil demand in US and may underpin prices.
- According to Societe Generale de Surveillance (SGS), Malaysia's December palm oil exports fell by 5.9 percent to 1,272,150 tons from 1,351,478 tons in November 2015. Top buyers were European Union at 297,015 tons (317,844 tons), India at 293,700 tons (287,590 tons), United States at 108,342 tons (82,505 tons), China at 92,055 tons (164,010 tons) and Pakistan at 39,500 tons (27,000 tons). Values in brackets are figures of November 2015.
- According to U.S. Energy Information Administration (EIA), US biodiesel production in October 2015 was unchanged from September 2015 at 107 million gallons. Soy oil was the largest feedstock used with 408 million lbs used in October, which is 51 percent of the total production. In September soy oil used for biodiesel production was 390 million lbs.

**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-Jan	-1.55	614.00	622.00	612.80	616.70
15-Feb	-2.05	613.40	613.50	610.35	613.20

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
15-Jan	15,020	3660	70640	-1620
15-Feb	16,370	6840	85490	2560

Vol-OI are taken at 5:30 PM

Spread	Jan-15	Feb-15
Basis	8.30	11.80
15-Jan		-3.50
15-Feb		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
30-Jan	-1.40	410.00	410.60	406.00	410.00
30-Feb	-3.50	417.50	418.60	414.70	418.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
30-Jan	2289	1577	6238	-157
30-Feb	1029	657	2751	421

Vol-OI are taken at 5:30 PM

Spread	Jan-16	Feb-16
Basis	-2	-10
30-Jan		8
30-Feb		

\* 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-Mar	<b>-0.39</b>	30.47	30.59	30.08	30.16
15-May	<b>-0.37</b>	30.69	30.8	30.27	30.38
15-July	<b>-0.37</b>	30.9	30.99	30.49	30.59
15-Aug	<b>-0.39</b>	31.12	31.18	30.71	30.79
15-Sep	<b>-0.30</b>	31.16	31.17	30.91	30.91

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	<b>-150</b>	2310	2310	2248	2290
15-Feb	<b>-59</b>	2392	2394	2352	2359
15-Mar	<b>-52</b>	2466	2474	2429	2436
15-Apr	<b>-44</b>	2513	2519	2483	2488

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
04/01/2016	6.53	13910	4.346	12.95	66.13	3.96	98.24

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Jan-16	2-Jan-16	
Refined Soybean Oil	Kota	625	630	<b>-5</b>
	Rajkot	597	597	Unch
	Delhi	665	665	Unch
	Mumbai	625	625	Unch
	Indore	625	625	Unch
	Kandla/Mundra	610	610	Unch
	Kolkata	620	620	Unch
	Indore (Soy Solvent Crude)	610	610	Unch
	Mumbai (Soy Degum)	580	585	<b>-5</b>
	Kandla/Mundra (Soy Degum)	582	585	<b>-3</b>
	Akola	652	654	<b>-2</b>
	Amrawati	651	654	<b>-3</b>
	Jalna	662	667	<b>-5</b>
	Nagpur	652	658	<b>-6</b>
	Alwar	NR	NR	-
	Solapur	661	666	<b>-5</b>
	Bundi	625	630	<b>-5</b>
	Dhule	660	665	<b>-5</b>
Palm Oil	Rajkot	455	455	Unch
	Hyderabad	475	475	Unch
	Delhi	510	510	Unch
	Kandla (Crude Palm Oil)	408	408	Unch
	Kandla (RBD Palm oil)	430	430	Unch
	Mumbai RBD Pamolein	470	470	Unch
	Kandla RBD Pamolein	460	460	Unch

	Mangalore RBD Pamolein	462	462	Unch
	Chennai RBD Pamolein	462	462	Unch
	Kakinada RBD Pamolein	465	465	Unch
	KPT (krishna patnam) Pamolein	460	460	Unch
	Haldia Pamolein	465	465	Unch
	PFAD (Kandla)	285	285	Unch
	Refined Palm Stearin (Kandla)	305	305	Unch
Refined Sunflower Oil	Mumbai	755	755	Unch
	Mumbai(Expeller Oil)	670	670	Unch
	Kandla/Mundra (Crude)	680	680	Unch
	Erode (Expeller Oil)	740	740	Unch
	Hyderabad (Ref)	741	741	Unch
	Chennai	715	720	-5
	Latur (Expeller Oil)	710	710	Unch
	Chellakere (Expeller Oil)	665	660	5
Groundnut Oil	Rajkot	925	950	-25
	Chennai	900	900	Unch
	Delhi	930	930	Unch
	Hyderabad *	925	930	-5
	Mumbai	980	980	Unch
	Gondal	950	960	-10
	Jamnagar	950	950	Unch
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	900	900	Unch
	Sri-Ganga Nagar(Exp Oil)	815	815	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	790	800	-10
	Jaipur (Expeller Oil)	845	855	-10
	New Delhi (Expeller Oil)	952	952	Unch
	Hapur (Expeller Oil)	835	840	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	870	870	Unch
	Kota (Kacchi Ghani Oil)	900	900	Unch
	Jaipur (Kacchi Ghani Oil)	881	890	-9
	Agra (Kacchi Ghani Oil)	905	925	-20
	Bharatpur (Kacchi Ghani Oil)	900	920	-20
	Neewai (Kacchi Ghani Oil)	855	885	-30
	Hapur (Kacchi Ghani Oil)	890	900	-10
Refined Cottonseed Oil	Mumbai	578	580	-2

	Rajkot	585	582	3
	New Delhi	570	570	Unch
	Hyderabad	570	570	Unch
Coconut Oil	Kangayan (Crude)	830	870	-40
	Cochin	1000	1000	Unch
	Trissur	870	900	-30
Sesame Oil	New Delhi	670	670	Unch
	Mumbai	700	700	Unch
Kardi	Mumbai	870	870	Unch
Rice Bran Oil (40%)	New Delhi	425	425	Unch
Rice Bran Oil (4%)	Punjab	500	500	Unch
Rice Bran Oil (4%)	Uttar Pradesh	500	500	Unch
Malaysia Palmolein USD/MT	FOB	553	Closed	-
	CNF India	560	565	-5
Indonesia CPO USD/MT	FOB	513	Closed	-
	CNF India	533	535	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	540	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	510	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1015	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	460	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	845	845	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	750	Closed	-
Argentina FOB (\$/MT)		2-Jan-16	31-Dec-15	Change
Crude Soybean Oil Ship		Unq	Unq	-
Refined Soy Oil (Bulk) Ship		Unq	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	Unq	-
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* 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)**

#### 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> © 2015 Indian Agribusiness Systems Pvt Ltd.