

Domestic Fundamentals:

- Edible oils prices featured weak sentiment in various markets on Wednesday.
- CNF CPO at Indian port is quoted at \$535 per ton for January delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$535 per ton for January delivery. High sea duty paid CPO Kandla is quoted at Rs 405 per 10 Kg and for January delivery is quoted at Rs 407 per 10 kg. CDSO CIF at Indian port is offered at \$706 per ton for January delivery. Canola CIF is quoted at USD 760 per ton for January delivery.
- Palm oil imports are expected to be 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 negatively affected rapeseed oil prices.
- Demand concerns from China are expected to take center stage in January as demand slows due to slowdown of Chinese economy. Chinese Yuan depreciation has made palm costly for consumers. There is still confusion in market over Chinese demand on Chinese New Year. Palm oil exports were weak on slow buying from China. Prices will find support on demand from India in January on warmer weather in the subcontinent. Ringgit depreciating will support palm prices in near term. Fall in crude oil prices and rising dollar will be worry for market. Prices are in range.
- Argentina soybean crop is expected to be around last year levels which will increase supply of soybean in international market and their pricing power due to depreciation of Argentina currency. Rains in key soybean growing regions in Brazil have 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 January on weak margins. USDA report showed that soybean crushing by processors was below October on lower margins and weak soy meal demand. 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 United States Department of Agriculture (USDA), U.S. processors crushed 4.97 MMT of soybean in November compared to 5.10 MMT crushed in October 2015, down 2.6 percent m-o-m. USDA reported soy meal stocks at the end of November at 0.34 MMT from 0.36 MMT in October. Crude Soy oil stocks were reported at 1.493 billion lbs. at the end of November.
- 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 Argentina government, Argentina's 2015/16 soybean production is estimated near 60 MMT which is below last year production of 61.4 MMT. Argentina has estimated soybean area at 20 million hectares, according to USDA. This would mean that production estimate could be revised higher depending on the crop situation.

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	-5.35	608.80	609.00	602.55	604.50
15-Feb	-4.95	604.90	605.45	599.65	601.30

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
15-Jan	28,690	360	53310	-8560
15-Feb	52,580	14370	99710	6970

Vol-OI are taken at 5:30 PM

Spread	Jan-15	Feb-15
Basis	15.50	18.70
15-Jan		-3.20
15-Feb		

MCX CPO:

Contract	+/-	Open	High	Low	Close
30-Jan	2.40	407.50	411.70	406.50	411.00
30-Feb	3.50	414.00	420.00	413.60	419.10

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
30-Jan	2159	459	6072	-212
30-Feb	1144	-326	3074	89

Vol-OI are taken at 5:30 PM

Spread	Jan-16	Feb-16
Basis	-6	-14.1
30-Jan		8.1
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-Jan	-0.08	29.56	29.6	29.5	29.55
15-Mar	-0.18	29.76	29.8	29.6	29.63
15-May	-0.15	30.01	30.03	29.83	29.88
15-July	-0.18	30.2	30.25	30.08	30.09
15-Aug	-0.11	30.23	30.25	30.23	30.23

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	-1	2349	2385	2338	2366
15-Mar	-	2429	2466	2418	2448
15-Apr	4	2490	2520	2477	2508
15-May	-3	2516	2547	2504	2537

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
05/01/2016	6.55	13839	4.41	13.63	66.82	4.04	99.40

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		6-Jan-16	5-Jan-16	
Refined Soybean Oil	Kota	620	625	-5
	Rajkot	595	600	-5
	Delhi	650	650	Unch
	Mumbai	625	618	7
	Indore	620	625	-5
	Kandla/Mundra	600	605	-5
	Kolkata	618	618	Unch
	Indore (Soy Solvent Crude)	600	605	-5
	Mumbai (Soy Degum)	577	577	Unch
	Kandla/Mundra (Soy Degum)	578	578	Unch
	Akola	646	650	-4
	Amrawati	647	648	-1
	Jalna	657	662	-5
	Nagpur	647	652	-5
	Alwar	NR	NR	-
	Solapur	656	661	-5
	Bundi	620	625	-5
	Dhule	655	660	-5
Palm Oil	Rajkot	455	455	Unch
	Hyderabad	470	475	-5
	Delhi	510	510	Unch
	Kandla (Crude Palm Oil)	405	406	-1
	Kandla (RBD Palm oil)	430	432	-2
	Mumbai RBD Pamolein	465	465	Unch
	Kandla RBD Pamolein	460	460	Unch

	Mangalore RBD Pamolein	465	465	Unch
	Chennai RBD Pamolein	465	465	Unch
	Kakinada RBD Pamolein	460	465	-5
	KPT (krishna patnam) Pamolein	455	462	-7
	Haldia Pamolein	465	465	Unch
	PFAD (Kandla)	300	300	Unch
	Refined Palm Stearin (Kandla)	320	320	Unch
Refined Sunflower Oil	Mumbai	750	750	Unch
	Mumbai(Expeller Oil)	670	670	Unch
	Kandla/Mundra (Crude)	675	675	Unch
	Erode (Expeller Oil)	735	740	-5
	Hyderabad (Ref)	722	741	-19
	Chennai	715	710	5
	Latur (Expeller Oil)	710	710	Unch
	Chellakere (Expeller Oil)	660	660	Unch
Groundnut Oil	Rajkot	900	940	-40
	Chennai	890	900	-10
	Delhi	930	930	Unch
	Hyderabad *	925	925	Unch
	Mumbai	960	970	-10
	Gondal	900	930	-30
	Jamnagar	900	925	-25
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	910	910	Unch
	Sri-Ganga Nagar(Exp Oil)	810	810	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	780	800	-20
	Jaipur (Expeller Oil)	841	845	-4
	New Delhi (Expeller Oil)	952	952	Unch
	Hapur (Expeller Oil)	835	835	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	860	Unch
	Kota (Kacchi Ghani Oil)	865	865	Unch
	Jaipur (Kacchi Ghani Oil)	873	879	-6
	Agra (Kacchi Ghani Oil)	905	905	Unch
	Bharatpur (Kacchi Ghani Oil)	900	900	Unch
	Neewai (Kacchi Ghani Oil)	850	855	-5
	Hapur (Kacchi Ghani Oil)	890	890	Unch
Refined Cottonseed Oil	Mumbai	575	575	Unch
	Rajkot	575	575	Unch



	New Delhi	565	570	-5
	Hyderabad	565	570	-5
Coconut Oil	Kangayan (Crude)	850	850	Unch
	Cochin	1000	1000	Unch
	Trissur	860	860	Unch
Sesame Oil	New Delhi	670	670	Unch
	Mumbai	700	700	Unch
Kardi	Mumbai	870	870	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	548	550	-2
	CNF India	565	570	-5
Indonesia CPO USD/MT	FOB	520	525	-5
	CNF India	535	535	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	535	538	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	505	508	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1005	1005	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	465	465	Unch
Ukraine Origin CSFO USD/MT Kandla	CIF	848	848	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	745	748	-3
Argentina FOB (\$/MT)		5-Jan-16	4-Jan-16	Change
Crude Soybean Oil Ship		661	668	-7
Refined Soy Oil (Bulk) Ship		684	691	-7
Sunflower Oil Ship		745	Unq	-
Cottonseed Oil Ship		641	648	-7
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)

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