

**Domestic Fundamentals:**

- Mostly weak sentiments featured in the various edible oils at the various centers Tuesday on weak demand.
- CNF CPO at Indian port is quoted at \$530 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 410 per 10 Kg and for January delivery is quoted at Rs 418 per 10 kg. CDSO CIF at Indian port is offered at \$688 per ton for January delivery. Canola CIF is quoted at USD 735 per ton for January delivery.
- Malaysia palm oil end stocks fell in December on slowdown of production and better export numbers of December than initially expected. Production fell by 15.4 percent indicating impact of El Nino. Production of palm is expected to be lower in coming months and improving in second half of 2016. January 1-10 export numbers of Malaysia are encouraging especially Chinese demand pickup in January. Ringgit depreciating will support palm prices in near term. Fall in crude oil prices and rising dollar will be bearish for market. Prices are in range.
- Improved crop prospect of soybean in Brazil due to rains in key growing areas has pulled down prices. Brazil CONAB reduced crop of soybean to 102.1 MMT in its latest projection. China demand concerns and global economic woes are expected to negatively impact soybean complex prices in near term. Argentina soybean crop is expected to be around last year levels. 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 in November was below October on lower margins and weak soy meal demand. USDA report on oilseed complex is due today which is expected to show decrease soy oil stocks in US. However, oversupply of soybean and incremental supply of soybean from Argentina is expected to underpin prices in near term.
- According to Japan Weather Bureau, El Nino peaked between November and December 2015. There is strong possibility of weather returning to normal by summer. El Nino conditions are caused due to warming of Pacific sea-surface leading to dry condition in Asia and Africa while causing extreme wet conditions in South America. Australia weather bureau has said that 2015-16 El Nino is strongest in last 50 years and had peaked in recent weeks and is expected to return to normal by Quarter 2, 2016.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's December palm oil ending stocks fell more than consensus estimates to 2.63 MMT compared to 2.9 MMT in November 2015, fall of 9.52 percent m-o-m. Production in December fell to 1.4 MMT (1.65 MMT), down 15.39 percent m-o-m. Exports in December fell to 1.48 MMT (1.5 MMT), down 1.09 percent m-o-m. Imports in December fell to 0.08 MMT (0.12 MMT), fall of 47.67 percent m-o-m. Values in brackets are figures of November 2015.
- According to Societe Generale de Surveillance (SGS), Malaysia's January 1-10 palm oil exports increased 7.9 percent to 322,081 tons from 298,587 tons in corresponding period last month. Top buyers were European Union at 74,168 tons (89,890 tons), India at 34,750 tons (25,550 tons), China at 35,500 tons (1,100 tons) and United States at 11,300 tons (34,442 tons). Values in brackets are figures of corresponding period last month.

**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
Feb-16	-3.95	594.10	594.75	586.40	591.30
Mar-16	-3.05	587.00	587.00	579.50	585.45

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Feb-16	74,820	26740	100160	-7860
Mar-16	11,610	4150	44490	3600

Vol-OI are taken at 5:30 PM

Spread	Feb-16	Mar-16
Basis	18.70	24.55
Feb-16		-5.85
Mar-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Jan-16	1.70	414.70	418.40	411.50	416.60
Feb-16	1.80	422.90	426.70	419.60	425.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Jan-16	1973	484	5462	-341
Feb-16	1405	-336	4233	-249

Vol-OI are taken at 5:30 PM

Spread	Jan-16	Feb-16
Basis	-6.6	-15
Jan-16		8.4
Feb-16		

\* 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	<b>-0.03</b>	29.25	29.31	29.13	29.22
15-Mar	<b>-0.05</b>	29.48	29.53	29.35	29.43
15-May	<b>-0.07</b>	29.73	29.78	29.6	29.66
15-July	<b>-0.03</b>	29.78	29.85	29.75	29.75
15-Aug	<b>-0.09</b>	29.84	29.89	29.75	29.75

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	<b>-12</b>	2298	2315	2297	2306
15-Mar	<b>-15</b>	2375	2395	2372	2382
15-Apr	<b>-16</b>	2445	2457	2437	2446
15-May	<b>-7</b>	2465	2486	2465	2480

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
12/01/2016	6.578	13815	4.39	13.69	66.86	4.028	99

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Jan-16	11-Jan-16	
Refined Soybean Oil	Kota	610	615	<b>-5</b>
	Rajkot	585	590	<b>-5</b>
	Delhi	650	650	<b>Unch</b>
	Mumbai	610	615	<b>-5</b>
	Indore	610	620	<b>-10</b>
	Kandla/Mundra	595	605	<b>-10</b>
	Kolkata	600	610	<b>-10</b>
	Indore (Soy Solvent Crude)	588	600	<b>-12</b>
	Mumbai (Soy Degum)	560	562	<b>-2</b>
	Kandla/Mundra (Soy Degum)	560	565	<b>-5</b>
	Akola	632	641	<b>-9</b>
	Amrawati	632	640	<b>-8</b>
	Jalna	640	650	<b>-10</b>
	Nagpur	633	641	<b>-8</b>
	Alwar	NR	NR	<b>-</b>
	Solapur	640	649	<b>-9</b>
	Bundi	615	615	<b>Unch</b>
	Dhule	642	648	<b>-6</b>
Palm Oil	Rajkot	455	455	<b>Unch</b>
	Hyderabad	466	466	<b>Unch</b>
	Delhi	510	510	<b>Unch</b>
	Kandla (Crude Palm Oil)	410	414	<b>-4</b>
	Kandla (RBD Palm oil)	440	440	<b>Unch</b>
	Mumbai RBD Pamolein	470	470	<b>Unch</b>



	Kandla RBD Pamolein	470	460	10
	Mangalore RBD Pamolein	465	470	-5
	Chennai RBD Pamolein	468	470	-2
	Kakinada RBD Pamolein	457	455	2
	KPT (krishna patnam) Pamolein	455	450	5
	Haldia Pamolein	460	470	-10
	PFAD (Kandla)	300	290	10
	Refined Palm Stearin (Kandla)	310	310	Unch
Refined Sunflower Oil	Mumbai	740	750	-10
	Mumbai(Expeller Oil)	660	665	-5
	Kandla/Mundra (Crude)	670	670	Unch
	Erode (Expeller Oil)	730	730	Unch
	Hyderabad (Ref)	722	722	Unch
	Chennai	700	705	-5
	Latur (Expeller Oil)	700	700	Unch
	Chellakere (Expeller Oil)	660	660	Unch
Groundnut Oil	Rajkot	960	950	10
	Chennai	880	900	-20
	Delhi	930	930	Unch
	Hyderabad *	930	925	5
	Mumbai	970	960	10
	Gondal	975	960	15
	Jamnagar	975	950	25
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	890	890	Unch
	Sri-Ganga Nagar(Exp Oil)	795	790	5
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	790	790	Unch
	Jaipur (Expeller Oil)	845	841	4
	New Delhi (Expeller Oil)	952	952	Unch
	Hapur (Expeller Oil)	840	840	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	850	850	Unch
	Kota (Kacchi Ghani Oil)	845	840	5
	Jaipur (Kacchi Ghani Oil)	859	865	-6
	Agra (Kacchi Ghani Oil)	890	890	Unch
	Bharatpur (Kacchi Ghani Oil)	885	885	Unch
	Neewai (Kacchi Ghani Oil)	840	840	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
Refined Cottonseed Oil	Mumbai	575	575	Unch



	Rajkot	568	573	-5
	New Delhi	558	558	Unch
	Hyderabad	565	565	Unch
Coconut Oil	Kangayan (Crude)	820	820	Unch
	Cochin	940	950	-10
	Trissur	860	860	Unch
Sesame Oil	New Delhi	650	670	-20
	Mumbai	700	700	Unch
Kardi	Mumbai	870	870	Unch
Rice Bran Oil (40%)	New Delhi	430	425	5
Rice Bran Oil (4%)	Punjab	500	500	Unch
Rice Bran Oil (4%)	Uttar Pradesh	500	500	Unch
Malaysia Palmolein USD/MT	FOB	543	550	-7
	CNF India	560	570	-10
Indonesia CPO USD/MT	FOB	510	520	-10
	CNF India	530	540	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	530	535	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	500	505	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1015	1015	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	465	470	-5
Ukraine Origin CSFO USD/MT Kandla	CIF	840	845	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	717	723	-6
Argentina FOB (\$/MT)		11-Jan-16	9-Jan-16	Change
Crude Soybean Oil Ship		625	Unq	-
Refined Soy Oil (Bulk) Ship		647	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		605	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)**

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