

Domestic Fundamentals:

- Firm sentiment featured in the various edible oils at the various centers Thursday.
- Slowdown of imports from China and global risk aversion may underpin palm oil prices. El Nino conditions are expected to reduce production in January. Malaysia palm oil end stocks fell in December on slowdown of production and better export numbers than initially expected. Production of palm is expected to be lower in coming months and improving in second half of 2016. Impact of El Nino has affected production. 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.
- Brazil crop condition and China demand crop prospects are pushing up prices of soy oil. USDA retained soybean crop for Brazil at 100 MMT despite weak conditions of soybean crop. Argentina soybean crop was also kept unchanged at 57 MMT. Soy oil production and exports was increased for Argentina on higher crush and Argentina peso devaluation. Indian imports of soy oil were increased to record levels on lower cottonseeds crop. Global risk aversion and equity market turmoil may underpin prices of soy oil in near term. Crude oil fall is expected to underpin prices in near term.
- United States Department of Agriculture (USDA) lowered end stocks of US by 0.35 million pounds in its January estimate to 2,110 million pounds. Production of soy oil in 2015/16 in US has been raised by 75 million pounds to 21,925 million pounds in its January estimate. Higher production of soy oil has been estimated on higher extraction rate. Imports has been raised by 40 million pounds to 265 million pounds. Biodiesel use has been increased by 100 million pounds at 5,500 million pounds. Food, Feed & other Industrial use has been raised by 50 million pounds to 14,100 million pounds. Soy oil price estimate is unchanged at 28.5 to 31.5 cents per pound.
- United States Department of Agriculture (USDA) raised India's imports of soy oil in its January estimate by 0.2 MMT to 3.55 MMT from 3.35 MMT in its December estimate. India imported 2.799 MMT of soy oil in 2014/15. Rise in import has been due to lower expected cottonseed oil production. India's consumption in its January estimate has been raised by 0.2 MMT to 4.7 MMT. In 2014/15 India consumed 4.050 MMT of soy oil. Consumption in 2015/16 rose by 16 percent y-o-y.
- United States Department of Agriculture (USDA) increased India's 2015/16 rapeseed oil imports to 0.45 MMT in its January estimate from 0.40 MMT in December estimate. In 2014/15 India imported 0.384 MMT. Domestic consumption in 2015/16 has been raised to 2.380 MMT in its January estimate from 2.350 MMT in December estimate. In 2014/15 domestic consumption of rapeseed oil was 2.505 MMT. Domestic consumption of rapeseed oil in 2015/16 will fall by 5.3 percent y-o-y.
- United States Department of Agriculture (USDA) lowered India's 2015/16 palm oil imports to 9.525 MMT in its January estimate from 9.725 MMT in December estimate. India imported 9.129 MMT of palm oil in 2014/15, according to USDA. Lower imports of palm oil are due to higher imports of soy oil and rapeseed oil. Consumption of palm oil in 2015/16 has been lowered to 9.925 MMT in January estimate from 10.125 MMT in December estimate. In 2014/15 India consumed 9.009 MMT of palm oil. Consumption of palm oil in 2015/16 will rise by 10.2 percent y-o-y.

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 | 1.40 | 601.00 | 606.00 | 600.00 | 602.80 |
| Mar-16 | 2.20 | 597.00 | 601.80 | 595.60 | 598.60 |

Prices are taken at 5:30 PM

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Feb-16 | 55,150 | 8670 | 87220 | -8240 |
| Mar-16 | 11,830 | 110 | 49150 | 1280 |

Vol-OI are taken at 5:30 PM

| Spread | Feb-16 | Mar-16 |
|--------|--------|--------|
| Basis | 12.20 | 16.40 |
| Feb-16 | | -4.20 |
| Mar-16 | | |

MCX CPO:

| Contract | +/- | Open | High | Low | Close |
|----------|-------|--------|--------|--------|--------|
| Jan-16 | -0.70 | 420.40 | 421.90 | 416.40 | 419.30 |
| Feb-16 | 0.20 | 428.00 | 429.20 | 424.80 | 427.40 |

Prices are taken at 5:30 PM

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| Jan-16 | 1039 | 458 | 5320 | -64 |
| Feb-16 | 1538 | 1025 | 3798 | -447 |

Vol-OI are taken at 5:30 PM

| Spread | Jan-16 | Feb-16 |
|--------|--------|--------|
| Basis | -1.3 | -9.4 |
| Jan-16 | | 8.1 |
| 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 | 0.04 | 29.36 | 29.4 | 29.36 | 29.4 |
| 15-Mar | 0.02 | 29.54 | 29.6 | 29.5 | 29.56 |
| 15-May | 0.01 | 29.75 | 29.81 | 29.71 | 29.76 |
| 15-July | 0 | 30.00 | 30.03 | 29.96 | 30.00 |
| 15-Aug | 0 | 30.07 | 30.07 | 30.07 | 30.07 |

BMD CPO Futures:

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|----------|------------|------|------|------|-------|
| 15-Feb | 1 | 2342 | 2364 | 2330 | 2341 |
| 15-Mar | -9 | 2413 | 2429 | 2398 | 2402 |
| 15-Apr | -22 | 2476 | 2489 | 2454 | 2457 |
| 15-May | -30 | 2512 | 2518 | 2478 | 2480 |

Forex:

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|
| 14/01/2016 | 6.59 | 13856 | 4.40 | 13.54 | 67.35 | 4.03 | 98.70 |

Edible Oil Prices at Key Market

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|---------------------|----------------------------|-------------------|-----------|-------------|
| | | 14-Jan-16 | 13-Jan-16 | |
| Refined Soybean Oil | Kota | 620 | 610 | 10 |
| | Rajkot | Closed | 585 | - |
| | Delhi | 655 | 657 | -2 |
| | Mumbai | 605 | 605 | Unch |
| | Indore | 615 | 608 | 7 |
| | Kandla/Mundra | 590 | 590 | Unch |
| | Kolkata | 600 | 600 | Unch |
| | Indore (Soy Solvent Crude) | 595 | 585 | 10 |
| | Mumbai (Soy Degum) | 560 | 557 | 3 |
| | Kandla/Mundra (Soy Degum) | 560 | 558 | 2 |
| | Akola | 635 | 632 | 3 |
| | Amrawati | 635 | 632 | 3 |
| | Jalna | 643 | 640 | 3 |
| | Nagpur | 636 | 633 | 3 |
| | Alwar | NR | NR | - |
| | Solapur | 643 | 640 | 3 |
| | Bundi | 620 | 615 | 5 |
| | Dhule | 645 | 642 | 3 |
| Palm Oil | Rajkot | Closed | 460 | - |
| | Hyderabad | Closed | 466 | - |
| | Delhi | 530 | 515 | 15 |
| | Kandla (Crude Palm Oil) | 418 | 412 | 6 |
| | Kandla (RBD Palm oil) | 445 | 440 | 5 |
| | Mumbai RBD Pamolein | 470 | 470 | Unch |



| | | | | |
|--------------------------|------------------------------------|--------|-----|------|
| | Kandla RBD Pamolein | 465 | 465 | Unch |
| | Mangalore RBD Pamolein | 470 | 468 | 2 |
| | Chennai RBD Pamolein | 470 | 468 | 2 |
| | Kakinada RBD Pamolein | 465 | 460 | 5 |
| | KPT (krishna patnam) Pamolein | 460 | 455 | 5 |
| | Haldia Pamolein | 465 | 465 | Unch |
| | PFAD (Kandla) | 310 | 300 | 10 |
| | Refined Palm Stearin (Kandla) | 320 | 310 | 10 |
| | | | | |
| Refined Sunflower Oil | Mumbai | 740 | 740 | Unch |
| | Mumbai(Expeller Oil) | 655 | 665 | -10 |
| | Kandla/Mundra (Crude) | 660 | 665 | -5 |
| | Erode (Expeller Oil) | 730 | 730 | Unch |
| | Hyderabad (Ref) | Closed | 722 | - |
| | Chennai | 700 | 700 | Unch |
| | Latur (Expeller Oil) | 700 | 700 | Unch |
| | Chellakere (Expeller Oil) | 650 | 650 | Unch |
| | | | | |
| Groundnut Oil | Rajkot | Closed | 950 | - |
| | Chennai | 880 | 880 | Unch |
| | Delhi | 930 | 930 | Unch |
| | Hyderabad * | Closed | 925 | - |
| | Mumbai | 980 | 980 | Unch |
| | Gondal | Closed | 965 | - |
| | Jamnagar | Closed | 960 | - |
| | | | | |
| Rapeseed Oil/Mustard Oil | Mumbai (Expeller Oil) | 890 | 890 | Unch |
| | Sri-Ganga Nagar(Exp Oil) | 800 | 800 | Unch |
| | Alwar (Expeller Oil) | NA | NA | - |
| | Kota (Expeller Oil) | 780 | 770 | 10 |
| | Jaipur (Expeller Oil) | 845 | 844 | 1 |
| | 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 | 850 | -5 |
| | Jaipur (Kacchi Ghani Oil) | 861 | 859 | 2 |
| | Agra (Kacchi Ghani Oil) | 885 | 875 | 10 |
| | Bharatpur (Kacchi Ghani Oil) | 880 | 870 | 10 |
| | Neewai (Kacchi Ghani Oil) | Closed | 840 | - |
| | Hapur (Kacchi Ghani Oil) | 888 | 888 | Unch |
| | | | | |
| Refined Cottonseed Oil | Mumbai | 575 | 575 | Unch |

| | | | | |
|---|------------------|-----------|-----------|--------|
| | Rajkot | Closed | 570 | - |
| | New Delhi | 562 | 560 | 2 |
| | Hyderabad | Closed | 565 | - |
| | | | | |
| Coconut Oil | Kangayan (Crude) | 820 | 820 | Unch |
| | Cochin | 910 | 920 | -10 |
| | Trissur | 860 | 860 | Unch |
| | | | | |
| Sesame Oil | New Delhi | 650 | 650 | Unch |
| | Mumbai | 700 | 700 | Unch |
| Kardi | Mumbai | 870 | 870 | Unch |
| Rice Bran Oil (40%) | New Delhi | 445 | 440 | 5 |
| Rice Bran Oil (4%) | Punjab | 500 | 500 | Unch |
| Rice Bran Oil (4%) | Uttar Pradesh | 500 | 500 | Unch |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 545 | 543 | 2 |
| | CNF India | 568 | 563 | 5 |
| Indonesia CPO USD/MT | FOB | 520 | 515 | 5 |
| | CNF India | 540 | 533 | 7 |
| RBD Palm oil (Malaysia Origin USD/MT) | FOB | 533 | 530 | 3 |
| RBD Palm Stearin (Malaysia Origin USD/MT) | FOB | 505 | 500 | 5 |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB | 1020 | 1015 | 5 |
| Crude palm Kernel Oil India (USD/MT) | CNF India | NA | NA | - |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB | 470 | 465 | 5 |
| Ukraine Origin CSFO USD/MT Kandla | CIF | 830 | 840 | -10 |
| Rapeseed Oil Rotterdam Euro/MT | FOB | 713 | 714 | -1 |
| | | | | |
| Argentina FOB (\$/MT) | | 13-Jan-16 | 12-Jan-16 | Change |
| Crude Soybean Oil Ship | | 623 | 622 | 1 |
| Refined Soy Oil (Bulk) Ship | | 644 | 643 | 1 |
| Sunflower Oil Ship | | Unq | Unq | - |
| Cottonseed Oil Ship | | 603 | 602 | 1 |
| 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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