

Domestic Fundamentals:

- Mixed trend featured in the various edible oils at the various centers Thursday.
- CNF CPO at Indian port is quoted at \$547.5 per ton for January delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$570 per ton for January delivery. High sea duty paid CPO Kandla is quoted at Rs 422 per 10 Kg and for February delivery is quoted at Rs 424 per 10 kg. CDSO CIF at Indian port is offered at \$717 per ton for February delivery. Canola CIF is quoted at USD 740 per ton for February delivery.
- Lower export numbers of palm oil from Malaysia especially to China before Chinese New Year cast shadow over demand from Malaysia. Buyers have moved to Indonesia due to its aggressive pricing. Indonesia reported higher palm oil exports to China in December. Expectation of lower production of palm oil in January and February in Malaysia and Indonesia on El Nino has propelled prices higher in near term. Ringgit is expected to support palm oil prices in near term on its expected depreciation. Fall in crude oil prices will not help palm oil prices. Prices are in range.
- Argentina removed barriers of imports of soybean from Paraguay, Brazil and Uruguay to improve soybean crushing mills in the country, a step promised by President Mauricio Macri before elections. This step will increase soy oil in already flooded edible oils market. NOPA reported higher y-o-y US soy oil production for December 2015 on higher crush of soybean by crushers. Soy oil stocks rose in December y-o-y. Both the data points put soy oil prices towards downside. Wet conditions in Brazil towards the start of harvesting season have cast shadow over production of soybean. Still the production will be record in history. Projection have been cut for soybean crop of Brazil. USDA retained soybean crop for Brazil at 100 MMT. 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.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's January 1-20 palm oil exports fell by 10.5 percent at 666,288 tons from 744,563 tons in the corresponding period last month. Top buyers were European Union at 138,563 tons (222,005 tons), India at 102,500 tons (112,800 tons), China at 85,607 tons (20,100 tons), United States at 44,335 tons (70,042 tons) and Pakistan at 17,000 tons (25,000 tons). Values in brackets are figures of corresponding period last month.
- According to Indonesia Palm Oil Association (GAPKI), Indonesia's palm and palm kernel oil exports rose in December 2015 by 5 percent at 2.506 MMT from 2.385 MMT in November 2015. Top buyers were China at 632,350 tons (436,910 tons), India at 450,680 tons (506,390 tons), European Union at 368,720 tons (418,050 tons), Pakistan at 165,270 tons (158,950 tons), Bangladesh at 96,700 tons (165,210 tons) and Middle East at 200,460 tons (165,210 tons). Values in brackets are figures of November 2015.
- According to Malaysian Palm Oil Board (MPOB), Malaysia's palm oil production could rise to 20.1 MMT in 2016 from 19.96 MMT in 2015. Matured area is expected to influence crude oil production. Matured area will increase by 3 percent, especially in Sarawak, according to the board. Malaysia's output of palm oil in 2015 was 19.96 MMT, up 1.5 percent y-o-y.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Feb-16	-0.55	605.00	605.00	602.00	602.90
Mar-16	-0.55	599.20	600.45	597.65	598.40

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Feb-16	28,970	3750	81790	-5040
Mar-16	7,760	-610	52330	300

Vol-OI are taken at 5:30 PM

Spread	Feb-16	Mar-16
Basis	2.10	6.60
Feb-16		-4.50
Mar-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Jan-16	-1.10	423.20	424.50	421.10	423.40
Feb-16	-1.40	428.00	428.90	425.00	427.50

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Jan-16	633	314	4140	-328
Feb-16	1565	991	4488	-112

Vol-OI are taken at 5:30 PM

Spread	Jan-16	Feb-16
Basis	-1.4	-5.5
Jan-16		4.1
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	-0.22	29.86	29.91	29.54	29.59
15-Mar	-0.21	30.02	30.11	29.75	29.81
15-May	-0.22	30.26	30.32	29.98	30.04
15-July	-0.18	30.26	30.26	30.08	30.14
15-Aug	-0.18	30.16	30.19	30.16	30.19

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	-9	2357	2357	2323	2349
15-Mar	-18	2418	2422	2372	2396
15-Apr	-31	2458	2463	2408	2422
15-May	-39	2475	2479	2425	2433

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
21/01/2016	6.576	13909	4.38	13.40	68.01	4.15	99.04

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-Jan-16	20-Jan-16	
Refined Soybean Oil	Kota	610	615	-5
	Rajkot	590	595	-5
	Delhi	650	650	Unch
	Mumbai	610	612	-2
	Indore	605	607	-2
	Kandla/Mundra	595	595	Unch
	Kolkata	605	605	Unch
	Indore (Soy Solvent Crude)	585	588	-3
	Mumbai (Soy Degum)	573	575	-2
	Kandla/Mundra (Soy Degum)	572	572	Unch
	Akola	638	642	-4
	Amrawati	637	641	-4
	Jalna	643	646	-3
	Nagpur	636	639	-3
	Alwar	NR	NR	-
	Solapur	644	646	-2
Bundi	620	620	Unch	
Dhule	644	648	-4	
Palm Oil	Rajkot	465	475	-10
	Hyderabad	485	485	Unch
	Delhi	550	550	Unch
	Kandla (Crude Palm Oil)	422	423	-1
	Kandla (RBD Palm oil)	450	450	Unch
	Mumbai RBD Pamolein	485	482	3

	Kandla RBD Pamolein	480	480	Unch
	Mangalore RBD Pamolein	475	480	-5
	Chennai RBD Pamolein	475	480	-5
	Kakinada RBD Pamolein	468	475	-7
	KPT (krishna patnam) Pamolein	470	470	Unch
	Haldia Pamolein	475	475	Unch
	PFAD (Kandla)	320	310	10
	Refined Palm Stearin (Kandla)	325	320	5
Refined Sunflower Oil	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	660	660	Unch
	Kandla/Mundra (Crude)	665	665	Unch
	Erode (Expeller Oil)	735	735	Unch
	Hyderabad (Ref)	722	741	-19
	Chennai	705	700	5
	Latur (Expeller Oil)	700	700	Unch
	Chellakere (Expeller Oil)	660	660	Unch
Groundnut Oil	Rajkot	950	950	Unch
	Chennai	880	880	Unch
	Delhi	930	930	Unch
	Hyderabad *	935	933	2
	Mumbai	970	970	Unch
	Gondal	950	950	Unch
	Jamnagar	950	950	Unch
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	860	870	-10
	Sri-Ganga Nagar(Exp Oil)	800	800	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	730	750	-20
	Jaipur (Expeller Oil)	829	840	-11
	New Delhi (Expeller Oil)	952	952	Unch
	Hapur (Expeller Oil)	845	845	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	855	858	-3
	Kota (Kacchi Ghani Oil)	840	840	Unch
	Jaipur (Kacchi Ghani Oil)	855	858	-3
	Agra (Kacchi Ghani Oil)	935	935	Unch
	Bharatpur (Kacchi Ghani Oil)	930	930	Unch
	Neewai (Kacchi Ghani Oil)	835	835	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
Refined Cottonseed Oil	Mumbai	580	580	Unch

	Rajkot	576	580	-4
	New Delhi	575	575	Unch
	Hyderabad	570	570	Unch
Coconut Oil	Kangayan (Crude)	820	860	-40
	Cochin	890	890	Unch
	Trissur	860	870	-10
Sesame Oil	New Delhi	650	650	Unch
	Mumbai	700	700	Unch
Kardi	Mumbai	870	870	Unch
Rice Bran Oil (40%)	New Delhi	420	420	Unch
Rice Bran Oil (4%)	Punjab	500	500	Unch
Rice Bran Oil (4%)	Uttar Pradesh	500	500	Unch
Malaysia Palmolein USD/MT	FOB	545	545	Unch
	CNF India	570	568	2
Indonesia CPO USD/MT	FOB	523	523	Unch
	CNF India	548	550	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	538	540	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	508	510	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1005	1015	-10
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	478	480	-2
Ukraine Origin CSFO USD/MT Kandla	CIF	850	850	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	697	702	-5
Argentina FOB (\$/MT)		20-Jan-16	19-Jan-16	Change
Crude Soybean Oil Ship		655	650	5
Refined Soy Oil (Bulk) Ship		678	673	5
Sunflower Oil Ship		740	745	-5
Cottonseed Oil Ship		635	630	5
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
<i>* indicates including VAT</i>				

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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