

Domestic Fundamentals:

- Firm sentiments featured various edible oils in different trading centers on Thursday.
- CNF CPO at Indian port is quoted at \$600 per ton for February delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$610 per ton for February delivery. High sea duty paid CPO Kandla is quoted at Rs 458 per 10 Kg and for March delivery is quoted at Rs 463 per 10 kg. CDSO CIF at Indian port is offered at \$725 per ton for March delivery. Canola CIF is quoted at USD 725 per ton for February delivery.
- Discount of palm oil to soy oil has decreased significantly may bring down prices of palm oil. Improvement in export numbers towards the end of January especially to China before Chinese New Year and expectation of weak production numbers has pushed prices of palm oil higher in international markets. Strong Ringgit can bring down prices of palm oil while improvement in prices of crude oil will help prices. Expectation of lower production of palm oil in February in Malaysia and Indonesia on El Nino will push prices higher in near term. Prices are in upward biased and BMD CPO spot month has breached 2500 Ringgit/ton will give further support to prices. Prices have also been supported by competitive international edible oils. Prices are in range with upwards bias.
- Surplus crops in Argentina can bring down prices of soy oil. Informa raised soybean crop estimate of Argentina while it reduced soybean crop estimate of Brazil. However, this crop is largest in history. Adverse weather conditions of Argentina soybean crop and slow start of harvesting in Brazil has supported prices of soybean complex. Export numbers of US soybean has improved in recent weeks and demand of China is expected to be good in January. Crush of soybean in US improved in December improving demand of soybean in US.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's January palm oil exports fell by 9.7 percent to 1,149,255 tons from 1,272,150 tons in the corresponding period last month. Top buyers were India at 219,540 tons (293,700 tons), European Union at 216,388 tons (297,015 tons), China at 124,107 tons (92,055 tons), United States at 65,537 tons (108,342 tons) and Pakistan at 42,800 tons (39,500 tons). Values in brackets are figures of corresponding period last month.
- Informa Economics raised its forecast of 2015/16 soybean outturn in Argentina. It has estimated Argentina's soybean production at 60 million tonnes compared to 58.5 million tonnes in December. However, Informa has lowered its Brazil's forecast of 2015/16 soybean production to 100.5 million tonnes from 101.4 in December.
- 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.

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

NCDEX Soy Refined Oil:

| Contract | +/- | Open | High | Low | Close |
|----------|--------------|--------|--------|--------|--------|
| Feb-16 | -2.20 | 618.40 | 621.50 | 616.40 | 617.15 |
| Mar-16 | -1.05 | 616.80 | 621.25 | 615.05 | 616.40 |

Prices are taken at 5:30 PM

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Feb-16 | 33,400 | 6870 | 42070 | -9150 |
| Mar-16 | 27,270 | 10190 | 60440 | 3370 |

Vol-OI are taken at 5:30 PM

| Spread | Feb-16 | Mar-16 |
|--------|--------|--------|
| Basis | 0.85 | 1.60 |
| Feb-16 | | -0.75 |
| Mar-16 | | |

MCX CPO:

| Contract | +/- | Open | High | Low | Close |
|----------|--------------|--------|--------|--------|--------|
| Jan-16 | -1.60 | 459.00 | 468.90 | 457.00 | 457.50 |
| Feb-16 | -2.10 | 465.00 | 474.20 | 462.50 | 462.70 |

Prices are taken at 5:30 PM

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| Jan-16 | 2981 | 981 | 5569 | -38 |
| Feb-16 | 2597 | 597 | 3541 | 238 |

Vol-OI are taken at 5:30 PM

| Spread | Jan-16 | Feb-16 |
|--------|--------|--------|
| Basis | 0.5 | -4.7 |
| Jan-16 | | 5.2 |
| 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-Mar | 0.14 | 30.91 | 31.28 | 30.90 | 31.12 |
| 15-May | 0.14 | 31.15 | 31.49 | 31.12 | 31.34 |
| 15-July | 0.13 | 31.38 | 31.72 | 31.38 | 31.56 |
| 15-Aug | 0.22 | 31.56 | 31.77 | 31.56 | 31.71 |
| 15-Sep | 0.16 | 31.72 | 31.79 | 31.65 | 31.68 |

BMD CPO Futures:

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| 15-Feb | -15 | 2497 | 2525 | 2478 | 2491 |
| 15-Mar | -16 | 2540 | 2568 | 2517 | 2531 |
| 15-Apr | -21 | 2540 | 2557 | 2510 | 2521 |
| 15-May | -20 | 2507 | 2534 | 2491 | 2502 |

Forex:

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|
| 04/02/2016 | 6.577 | 13499 | 4.11 | 14.13 | 67.54 | 3.858 | 96.69 |

Edible Oil Prices at Key Market

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|---------------------|----------------------------|-------------------|----------|--------|
| | | 4-Feb-16 | 3-Feb-16 | |
| Refined Soybean Oil | Kota | 620 | 620 | Unch |
| | Rajkot | 595 | 600 | -5 |
| | Delhi | 640 | 640 | Unch |
| | Mumbai | 625 | 622 | 3 |
| | Indore | 618 | 618 | Unch |
| | Kandla/Mundra | 605 | 605 | Unch |
| | Kolkata | 612 | 610 | 2 |
| | Indore (Soy Solvent Crude) | 600 | 600 | Unch |
| | Mumbai (Soy Degum) | 578 | 577 | 1 |
| | Kandla/Mundra (Soy Degum) | 570 | 570 | Unch |
| | Akola | 640 | 640 | Unch |
| | Amrawati | 640 | 640 | Unch |
| | Jalna | 647 | 647 | Unch |
| | Nagpur | 641 | 641 | Unch |
| | Alwar | NA | NA | - |
| | Solapur | 647 | 647 | Unch |
| | Bundi | 615 | 615 | Unch |
| | Dhule | 650 | 650 | Unch |
| Palm Oil | Rajkot | 490 | 495 | -5 |
| | Hyderabad | 504 | 494 | 10 |
| | Delhi | 515 | 515 | Unch |
| | Kandla (Crude Palm Oil) | 458 | 448 | 10 |
| | Kandla (RBD Palm oil) | 475 | 475 | Unch |
| | Mumbai RBD Pamolein | 512 | 500 | 12 |

| | | | | |
|--------------------------|------------------------------------|-----|-----|------|
| | Kandla RBD Pamolein | 505 | 500 | 5 |
| | Mangalore RBD Pamolein | 505 | 500 | 5 |
| | Chennai RBD Pamolein | 505 | 500 | 5 |
| | Kakinada RBD Pamolein | 495 | 490 | 5 |
| | KPT (krishna patnam) Pamolein | 495 | 490 | 5 |
| | Haldia Pamolein | 500 | 495 | 5 |
| | PFAD (Kandla) | 350 | 345 | 5 |
| | Refined Palm Stearin (Kandla) | 350 | 345 | 5 |
| | | | | |
| Refined Sunflower Oil | Mumbai | 755 | 755 | Unch |
| | Mumbai(Expeller Oil) | 680 | 680 | Unch |
| | Kandla/Mundra (Crude) | NR | NR | - |
| | Erode (Expeller Oil) | 740 | 735 | 5 |
| | Hyderabad (Ref) | 722 | 713 | 9 |
| | Chennai | 720 | 715 | 5 |
| | Latur (Expeller Oil) | 700 | 700 | Unch |
| | Chellakere (Expeller Oil) | 660 | 660 | Unch |
| | | | | |
| Groundnut Oil | Rajkot | 950 | 950 | Unch |
| | Chennai | 870 | 870 | Unch |
| | Delhi | 930 | 930 | Unch |
| | Hyderabad * | 930 | 930 | Unch |
| | Mumbai | 950 | 950 | Unch |
| | Gondal | 925 | 910 | 15 |
| | Jamnagar | 930 | 920 | 10 |
| | | | | |
| Rapeseed Oil/Mustard Oil | Mumbai (Expeller Oil) | 755 | 760 | -5 |
| | Sri-Ganga Nagar(Exp Oil) | 715 | 710 | 5 |
| | Alwar (Expeller Oil) | NA | NA | - |
| | Kota (Expeller Oil) | 690 | 680 | 10 |
| | Jaipur (Expeller Oil) | 752 | 746 | 6 |
| | New Delhi (Expeller Oil) | 952 | 952 | Unch |
| | Hapur (Expeller Oil) | 800 | 800 | Unch |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 770 | 760 | 10 |
| | Kota (Kacchi Ghani Oil) | 770 | 760 | 10 |
| | Jaipur (Kacchi Ghani Oil) | 776 | 771 | 5 |
| | Agra (Kacchi Ghani Oil) | 805 | 805 | Unch |
| | Bharatpur (Kacchi Ghani Oil) | 800 | 800 | Unch |
| | Neewai (Kacchi Ghani Oil) | 760 | 755 | 5 |
| | Hapur (Kacchi Ghani Oil) | 850 | 850 | Unch |
| | | | | |
| Refined Cottonseed Oil | Mumbai | 595 | 595 | Unch |

| | | | | |
|---|------------------|----------|----------|--------|
| | Rajkot | 573 | 573 | Unch |
| | New Delhi | 550 | 550 | Unch |
| | Hyderabad | 575 | 570 | 5 |
| | | | | |
| Coconut Oil | Kangayan (Crude) | 760 | 760 | Unch |
| | Cochin | 880 | 880 | Unch |
| | Trissur | 825 | 825 | Unch |
| | | | | |
| Sesame Oil | New Delhi | 650 | 650 | Unch |
| | Mumbai | 660 | 670 | -10 |
| Kardi | Mumbai | 840 | 840 | Unch |
| Rice Bran Oil (40%) | New Delhi | 410 | 410 | Unch |
| Rice Bran Oil (4%) | Punjab | 500 | 500 | Unch |
| Rice Bran Oil (4%) | Uttar Pradesh | 500 | 500 | Unch |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 608 | 598 | 10 |
| | CNF India | 610 | 615 | -5 |
| Indonesia CPO USD/MT | FOB | 600 | 590 | 10 |
| | CNF India | 600 | 595 | 5 |
| RBD Palm oil (Malaysia Origin USD/MT) | FOB | 595 | 585 | 10 |
| RBD Palm Stearin (Malaysia Origin USD/MT) | FOB | 563 | 555 | 8 |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB | 1090 | 1070 | 20 |
| Crude palm Kernel Oil India (USD/MT) | CNF India | NA | NA | - |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB | 530 | 523 | 7 |
| Ukraine Origin CSFO USD/MT Kandla | CIF | 860 | 860 | Unch |
| Rapeseed Oil Rotterdam Euro/MT | FOB | 709 | 714 | -5 |
| | | | | |
| Argentina FOB (\$/MT) | | 3-Feb-16 | 2-Feb-16 | Change |
| Crude Soybean Oil Ship | | 666 | Unq | - |
| Refined Soy Oil (Bulk) Ship | | 689 | Unq | - |
| Sunflower Oil Ship | | Unq | 735 | - |
| Cottonseed Oil Ship | | 646 | 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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