

**Domestic Fundamentals:**

- Mixed sentiments featured in various edible oils on Tuesday.
- CNF CPO at Indian port is quoted at \$635 per ton for February delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$650 per ton for February delivery. High sea duty paid CPO Kandla is quoted at Rs 480 per 10 Kg and for March delivery is quoted at Rs 484 per 10 kg. CDSO CIF at Indian port is offered at \$763 per ton for March delivery. Canola CIF is quoted at USD 735 per ton for March delivery.
- India's imports of edible oil rose by 15 percent in January y-o-y mainly on higher imports of soy oil and RBD palmolein. Soy oil imports rose by 169 percent y-o-y indicating higher soft oil imports. Share of soft oils have risen to 41 percent from 32 percent compared to January 2015. RBD palmolein imports rose by 120 percent on account of higher realization on imports.
- China's imports of edible vegetable oils fell 31 percent in January indicating weak edible oil demand from worlds' second largest importer of edible oils. Exports from Malaysia improved between February 10-15<sup>th</sup> especially to EU, but import demand from China and India has lagged in first half of the month. Production of palm in Malaysia in February is expected to be lower than January. Dry condition on El Nino has led to the fall in production. Slippage in production is higher than fall in exports. Exports are slow but the slippage in production is higher, pushing prices higher on El Nino. Prices are in range with upwards bias.
- Opening of China after Chinese New year will give confidence to markets on demand However, soybean demand uncertain from China due to slowdown of economy. Strong soybean exports from US to leading destinations are helping prices. Improved weather conditions in Argentina and increased pace of harvesting of soybean crop in Brazil is bearish for prices. Soy oil prices are supported by palm oil and weakening dollar. Harvesting pace has picked up in Brazil on clear weather and is within 5-year average. USDA did not reduce Brazil soybean production numbers in its monthly report. Prices of soy oil are in a range with upward bias.
- According to Solvent Extractors Association (SEA), India imported 1,255,054 tons of edible oil in January 2016 v/s 1,082,670 tons in January 2015, higher by 15.9 percent y-o-y. Palm oil imports were 688,393 tons (658,670 tons), higher by 4.5 percent y-o-y. Soy oil imports were 441,200 tons (224,430 tons), higher by 96.6 percent y-o-y. Sunflower oil imports were 118,000 tons (155,811 tons), lower by 32 percent y-o-y. Rapeseed (canola) oil imports were 7,481 tons (43,759 tons), lower by 82.9 percent y-o-y. Values in brackets are figures of January 2015.
- India's imports of edible oil in the first quarter of oil year 2015-16 were 3,995,135 tons v/s 3,355,681 tons in the corresponding period last oil year, higher by 19 percent. Palm oil imports in first quarter in the oil year 2015-16 were 2,350,063 tons (2,293,994 tons), higher by 2.4 percent y-o-y. Soy oil imports in the same period were 1,188,754 tons (442,544 tons), higher by 169 percent. Sunflower oil imports in the same period were 398,398 tons (501,469 tons), lower by 20 percent. Rapeseed (Canola) oil in the same period was 57,920 tons (117,664 tons), lower by 50 percent. Values in brackets are figures of first quarter oil year 2014-15.

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

**NCDEX Soy Refined Oil:**

Contract	+/-	Open	High	Low	Close
Mar-16	3.10	627.50	634.00	627.50	628.50
Apr-16	4.20	631.00	639.00	631.00	632.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Mar-16	44,550	13500	67060	-270
Apr-16	8,710	6940	34670	110

Vol-OI are taken at 5:30 PM

Spread	Mar-16	Apr-16
Basis	-13.50	-17.00
Mar-16		3.50
Apr-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Feb-16	-5.80	483.00	485.00	470.80	479.50
Mar-16	-7.50	491.10	493.80	483.00	487.10

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Feb-16	1562	-786	4704	-485
Mar-16	2125	-729	4975	461

Vol-OI are taken at 5:30 PM

Spread	Feb-16	Mar-16
Basis	0.5	-7.1
Feb-16		7.6
Mar-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	-0.06	31.91	32.2	31.63	31.74
15-May	-0.04	32.1	32.43	31.85	31.98
15-July	-0.06	32.33	32.64	32.07	32.18
15-Aug	-0.06	32.46	32.63	32.15	32.23
15-Sep	-0.12	32.5	32.63	32.2	32.20

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	-18	2560	2566	2518	2526
15-Mar	-18	2605	2621	2563	2574
15-Apr	-11	2610	2627	2578	2588
15-May	-9	2587	2601	2558	2568

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
16/02/2016	6.51	13399	4.17	14.80	68.37	3.99	96.58

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-Feb-16	15-Feb-16	
Refined Soybean Oil	Kota	620	620	Unch
	Rajkot	605	600	5
	Delhi	630	630	Unch
	Mumbai	630	630	Unch
	Indore	615	620	-5
	Kandla/Mundra	605	605	Unch
	Kolkata	615	615	Unch
	Indore (Soy Solvent Crude)	590	595	-5
	Mumbai (Soy Degum)	577	580	-3
	Kandla/Mundra (Soy Degum)	575	576	-1
	Akola	646	646	Unch
	Amrawati	645	645	Unch
	Jalna	653	653	Unch
	Nagpur	646	646	Unch
	Alwar	NA	NA	-
	Solapur	653	653	Unch
	Bundi	618	620	-2
	Dhule	653	653	Unch
Palm Oil	Rajkot	530	525	5
	Hyderabad	523	523	Unch
	Delhi	530	530	Unch
	Kandla (Crude Palm Oil)	480	482	-2
	Kandla (RBD Palm oil)	513	510	3
	Mumbai RBD Pamolein	540	540	Unch

	Kandla RBD Pamolein	535	530	5
	Mangalore RBD Pamolein	540	538	2
	Chennai RBD Pamolein	540	538	2
	Kakinada RBD Pamolein	525	520	5
	KPT (krishna patnam) Pamolein	530	522	8
	Haldia Pamolein	530	530	Unch
	PFAD (Kandla)	380	380	Unch
	Refined Palm Stearin (Kandla)	400	390	10
Refined Sunflower Oil	Mumbai	770	770	Unch
	Mumbai(Expeller Oil)	690	690	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Erode (Expeller Oil)	755	750	5
	Hyderabad (Ref)	722	713	9
	Chennai	730	730	Unch
	Latur (Expeller Oil)	700	700	Unch
	Chellakere (Expeller Oil)	680	680	Unch
Groundnut Oil	Rajkot	900	900	Unch
	Chennai	850	850	Unch
	Delhi	930	930	Unch
	Hyderabad *	880	890	-10
	Mumbai	930	930	Unch
	Gondal	900	890	10
	Jamnagar	880	890	-10
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	765	765	Unch
	Sri-Ganga Nagar(Exp Oil)	NA	735	-
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	740	750	-10
	Jaipur (Expeller Oil)	791	781	10
	New Delhi (Expeller Oil)	952	952	Unch
	Hapur (Expeller Oil)	800	800	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	785	35
	Kota (Kacchi Ghani Oil)	820	800	20
	Jaipur (Kacchi Ghani Oil)	829	815	14
	Agra (Kacchi Ghani Oil)	855	875	-20
	Bharatpur (Kacchi Ghani Oil)	850	870	-20
	Neewai (Kacchi Ghani Oil)	800	810	-10
	Hapur (Kacchi Ghani Oil)	870	870	Unch
Refined Cottonseed Oil	Mumbai	600	600	Unch



	Rajkot	575	572	3
	New Delhi	540	540	Unch
	Hyderabad	570	575	-5
Coconut Oil	Kangayan (Crude)	790	800	-10
	Cochin	880	880	Unch
	Trissur	840	840	Unch
Sesame Oil	New Delhi	650	650	Unch
	Mumbai	660	660	Unch
Kardi	Mumbai	840	840	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	638	640	-2
	CNF India	650	650	Unch
Indonesia CPO USD/MT	FOB	628	633	-5
	CNF India	643	643	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	625	620	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	590	585	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1125	1140	-15
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	558	555	3
Ukraine Origin CSFO USD/MT Kandla	CIF	860	865	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	703	700	3
Argentina FOB (\$/MT)		15-Feb-16	13-Feb-16	Change
Crude Soybean Oil Ship		Unq	Unq	-
Refined Soy Oil (Bulk) Ship		Unq	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	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).**

### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2016 Indian Agribusiness Systems Pvt Ltd.