

Domestic Fundamentals:

- Mostly weak sentiment featured in edible oils at various market centers Thursday.
- CNF CPO at Indian port is quoted at \$625 per ton for March delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$642.5 per ton for March delivery. High sea duty paid CPO Kandla is quoted at Rs 478 per 10 Kg and for March delivery is quoted at Rs 480 per 10 kg. CDSO CIF at Indian port is offered at \$744 per ton for March delivery. Canola CIF is quoted at USD 725 per ton for March delivery.
- Markets are taking cues from low differential in prices of Indonesia CPO and Malaysia palmolein. Aggressive pricing by Malaysia and depreciating Ringgit will support prices. However, buyers who moved to Indonesia have not returned yet but with aggressive pricing by Malaysia especially China. Lower exports of from Malaysia to top exporting destinations and unexpected rise in production of Malaysia by 2.6 percent in first 20 days February as shown by Southern Palm Oil Millers Association of Malaysia will have will affect prices. Malaysia kept export duty of palm oil at zero for March to defend its market share. Fall in prices of soy oil and crude oil will adversely affect prices. Prices are in range.
- Expectation of higher supply of soybean oil from Brazil and Argentina and soybean in international markets has affected prices. Argentina peso has depreciated which is expected to increase release of soybean from farmers. However, concerns of Argentina crop due to rains in six provinces and port congestion in Brazil will support prices. Rains in South America have supported US exporters leading to buyers shifting to US supporting prices. Fall in prices of crude oil and dollar appreciation will negatively affect prices. Prices of soy oil are in a range with negative bias.
- Indonesia kept March crude palm oil export tax unchanged to zero.
- According to Societe Generale de Surveillance (SGS), Malaysia's February 1-25 palm oil exports fell by 16.1 percent to 781,030 tons from 931,173 tons in corresponding period last month. Top buyers were European Union at 185,414 tons (198,188 tons), India at 138,950 tons (170,000 tons), United States at 76,028 tons (54,735 tons) and China at 55,155 tons (97,607 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 fell by 16 percent in January 2016 to 2.10 MMT from 2.506 MMT in December 2015. Top buyers were India at 383,650 tons (450,680 tons), European Union at 351,130 tons (368,720 tons) China at 275,600 tons (632,350 tons), Pakistan at 235,080 tons (165,270 tons), Bangladesh at 85,940 tons (96,700 tons) and Middle East at 222,130 tons (200,460 tons). Values in brackets are figures of December 2015.
- Argentina's soybean crop conditions are likely to get worse before it gets better on heavy rains in the key grains growing regions. Rains which were considered to be beneficial for Argentina's soybean crop reached to the levels which is abnormal. Six of Argentina's key farm states are declared flood emergency areas by the government last week. Argentina's is expected to receive about 4 – 5 Inches of rains in near-term.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Mar-16	3.20	479.00	481.20	477.90	480.00
Apr-16	6.60	482.50	489.40	481.10	486.80

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Mar-16	616.90	619.45	615.80	617.50
Apr-16	618.00	622.50	615.00	620.60

Vol-OI are taken at 5:30 PM

Spread	Mar-16	Apr-16
Basis	-2.50	-5.60
Mar-16		3.10
Apr-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Feb-16	3.20	479.00	481.20	477.90	480.00
Mar-16	6.60	482.50	489.40	481.10	486.80

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Feb-16	399	-1203	1156	-161
Mar-16	3678	-497	5737	-153

Vol-OI are taken at 5:30 PM

Spread	Feb-16	Mar-16
Basis	-2	-8.8
Feb-16		6.8
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	0.12	30.94	31.14	30.86	31.04
15-May	0.11	31.22	31.41	31.12	31.30
15-July	0.12	31.43	31.63	31.36	31.54
15-Aug	0.13	31.55	31.72	31.47	31.64
15-Sep	0.14	31.62	31.72	31.56	31.72

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Mar	12	2472	2488	2467	2471
15-Apr	13	2511	2534	2511	2517
15-May	18	2529	2553	2526	2535
15-June	19	2523	2549	2523	2532

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
25/02/2016	6.53	13350	4.21	15.34	68.72	3.96	97.40

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		25-Feb-16	24-Feb-16	
Refined Soybean Oil	Kota	615	610	5
	Rajkot	600	600	Unch
	Delhi	630	630	Unch
	Mumbai	625	625	Unch
	Indore	615	620	-5
	Kandla/Mundra	605	605	Unch
	Kolkata	610	615	-5
	Indore (Soy Solvent Crude)	590	600	-10
	Mumbai (Soy Degum)	565	570	-5
	Kandla/Mundra (Soy Degum)	570	575	-5
	Akola	NA	646	-
	Amrawati	NA	645	-
	Jalna	NA	653	-
	Nagpur	NA	646	-
	Alwar	NA	NA	-
	Solapur	NA	653	-
	Bundi	615	615	Unch
	Dhule	NA	653	-
Palm Oil	Rajkot	530	527	3
	Hyderabad	532	532	Unch
	Delhi	530	530	Unch
	Kandla (Crude Palm Oil)	478	480	-2
	Kandla (RBD Palm oil)	510	510	Unch
	Mumbai RBD Pamolein	535	535	Unch

	Kandla RBD Pamolein	530	530	Unch
	Mangalore RBD Pamolein	535	535	Unch
	Chennai RBD Pamolein	535	535	Unch
	Kakinada RBD Pamolein	520	520	Unch
	KPT (krishna patnam) Pamolein	520	520	Unch
	Haldia Pamolein	515	518	-3
	PFAD (Kandla)	410	410	Unch
	Refined Palm Stearin (Kandla)	420	420	Unch
Refined Sunflower Oil	Mumbai	775	775	Unch
	Mumbai(Expeller Oil)	685	685	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Erode (Expeller Oil)	760	760	Unch
	Hyderabad (Ref)	727	727	Unch
	Chennai	725	735	-10
	Latur (Expeller Oil)	700	700	Unch
	Chellakere (Expeller Oil)	685	685	Unch
Groundnut Oil	Rajkot	925	925	Unch
	Chennai	840	840	Unch
	Delhi	830	830	Unch
	Hyderabad *	890	890	Unch
	Mumbai	940	940	Unch
	Gondal	920	930	-10
	Jamnagar	910	925	-15
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	745	745	Unch
	Sri-Ganga Nagar(Exp Oil)	740	780	-40
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	700	700	Unch
	Jaipur (Expeller Oil)	755	755	Unch
	New Delhi (Expeller Oil)	745	745	Unch
	Hapur (Expeller Oil)	760	760	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	780	820	-40
	Kota (Kacchi Ghani Oil)	770	790	-20
	Jaipur (Kacchi Ghani Oil)	788	785	3
	Agra (Kacchi Ghani Oil)	805	815	-10
	Bharatpur (Kacchi Ghani Oil)	800	810	-10
	Neewai (Kacchi Ghani Oil)	770	780	-10
	Hapur (Kacchi Ghani Oil)	830	820	10
Refined Cottonseed Oil	Mumbai	600	600	Unch

	Rajkot	585	585	Unch
	New Delhi	540	540	Unch
	Hyderabad	575	575	Unch
Coconut Oil	Kangayan (Crude)	840	820	20
	Cochin	885	885	Unch
	Trissur	850	840	10
Sesame Oil	New Delhi	670	650	20
	Mumbai	650	650	Unch
Kardi	Mumbai	840	840	Unch
Rice Bran Oil (40%)	New Delhi	420	420	Unch
Rice Bran Oil (4%)	Punjab	490	500	-10
Rice Bran Oil (4%)	Uttar Pradesh	490	500	-10
Malaysia Palmolein USD/MT	FOB	613	615	-2
	CNF India	643	635	8
Indonesia CPO USD/MT	FOB	610	610	Unch
	CNF India	623	625	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	608	608	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	578	578	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1100	1090	10
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	548	548	Unch
Ukraine Origin CSFO USD/MT Kandla	CIF	843	850	-7
Rapeseed Oil Rotterdam Euro/MT	FOB	701	703	-2
Argentina FOB (\$/MT)		24-Feb-16	23-Feb-16	Change
Crude Soybean Oil Ship		668	665	3
Refined Soy Oil (Bulk) Ship		691	688	3
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		648	645	3
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.