

**Domestic Fundamentals:**

- Mostly weak sentiment featured in edible oils at various market centers Wednesday on weak demand.
- CNF CPO at Indian port is quoted at \$620 per ton for March delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$630 per ton for March delivery. High sea duty paid CPO Kandla is quoted at Rs 480 per 10 Kg and for March delivery is quoted at Rs 482 per 10 kg. CDSO CIF at Indian port is offered at \$723 per ton for March delivery. Canola CIF is quoted at USD 710 per ton for March delivery.
- Imports of RBD palmolein will be higher in India on higher import realizations on low duty differential between imported refined oils and imported crude oils which is at 7.5 percent. Industry bodies have asked for duty differential of 15 percent. Soy oil imports have witnessed sharp rise on low availability of soybean and lower crush margins which has resulted in shortage of domestic oils which is replaced by imported crude soy degum oil. Demand is shifting towards soft oils as consumption pattern is shifting towards soft oils.
- Ringgit appreciation is risk to palm oil prices in near term. Malaysia's weak export numbers of February may cast shadow on prices as major buyers have refrained from buying despite aggressive pricing. However, aggressive pricing by Malaysia on negative differential in prices of Indonesia CPO and Malaysia palmolein will support prices of palm oil in medium term. Shifting buyers who moved to Indonesia will need correction in prices. Malaysia kept export duty of palm oil at zero for March to defend its market share. Malaysia's production is weak while exports are slowing reducing expectations of drawing stocks of palm oil in Malaysia. Prices are in range.
- Expectation of higher crop of soybean in South America adding to already flooded market along with appreciation of dollar on anticipated FED hikes in 2016 has led to correction of prices. Argentina Peso has depreciated further which may lead to more release of soybean from farmers. Lower US soybean crop area, yield and production expectations in US and weather concerns in Argentina will support price. Crush in US in February and March will be lower on lower price of soy meal. USDA reported lower crush for January 2016 v/s December 2015. Brazil crop conditions are better than expected and yields loss is lower than expected, according to a survey by Agroconsult. Harvesting in Brazil is progressing faster on clear weather. Rise in prices of crude oil will support prices. Prices of soy oil are in a range.
- According to Energy Administration Agency (EIA), US biodiesel production rose by 1.9 percent in December 2015 to 108 million gallons from 106 million gallons in November 2015. Soy oil was the largest feedstock for biodiesel with 436 million lbs use in December from 464 million lbs in November 2015. Soy oil was the largest feedstock with about 53 percent of the total biodiesel production.
- According to Societe Generale de Surveillance (SGS), Malaysia's palm oil exports fell by 16.9 percent in February to 955,604 tons from 1,149,255 tons in January 2016. Top buyers were European Union at 222,019 tons (216,388 tons), India at 197,150 tons (219,540 tons), United States at 81,578 tons (65,537 tons) and China at 55,155 tons (124,107 tons). Values in brackets are figures of January 2016.

**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	-9.70	608.00	608.00	599.00	599.05
Apr-16	-9.70	608.75	608.75	602.15	602.15

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Mar-16	24,920	-4430	33970	-2480
Apr-16	59,140	30110	97440	7480

Vol-OI are taken at 5:30 PM

Spread	Mar-16	Apr-16
Basis	8.95	5.85
Mar-16		3.10
Apr-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Mar-16	-6.20	482.20	482.50	478.10	478.50
Apr-16	-6.50	486.00	486.50	480.30	480.70

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Mar-16	2448	780	5351	-452
Apr-16	1049	-555	3352	403

Vol-OI are taken at 5:30 PM

Spread	Mar-16	Apr-16
Basis	1.5	-0.7
Mar-16		2.2
Apr-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	<b>-0.33</b>	30.24	30.34	29.97	29.99
15-May	<b>-0.31</b>	30.47	30.6	30.16	30.23
15-July	<b>-0.3</b>	30.78	30.83	30.42	30.48
15-Aug	<b>-0.32</b>	30.87	30.91	30.5	30.56
15-Sep	<b>-0.31</b>	30.94	30.99	30.59	30.65

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Mar	<b>-26</b>	2465	2473	2448	2448
15-Apr	<b>-39</b>	2502	2502	2480	2480
15-May	<b>-47</b>	2514	2524	2488	2490
15-June	<b>-44</b>	2512	2516	2483	2484

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
02/03/2016	6.55	13306	4.17	15.78	67.53	3.92	98.46

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		2-Mar-16	1-Mar-16	
Refined Soybean Oil	Kota	610	610	Unch
	Rajkot	595	595	Unch
	Delhi	630	630	Unch
	Mumbai	610	620	<b>-10</b>
	Indore	608	615	<b>-7</b>
	Kandla/Mundra	600	600	Unch
	Kolkata	610	615	<b>-5</b>
	Indore (Soy Solvent Crude)	585	590	<b>-5</b>
	Mumbai (Soy Degum)	560	565	<b>-5</b>
	Kandla/Mundra (Soy Degum)	570	572	<b>-2</b>
	Akola	633	633	Unch
	Amrawati	632	632	Unch
	Jalna	NR	NR	-
	Nagpur	NR	NR	-
	Alwar	NA	NA	-
	Solapur	NR	NR	-
	Bundi	610	614	<b>-4</b>
	Dhule	NR	NR	-
Palm Oil	Rajkot	525	525	Unch
	Hyderabad	532	513	<b>19</b>
	Delhi	530	530	Unch
	Kandla (Crude Palm Oil)	480	483	<b>-3</b>
	Kandla (RBD Palm oil)	500	510	<b>-10</b>
	Mumbai RBD Pamolein	532	535	<b>-3</b>



	Kandla RBD Pamolein	530	535	-5
	Mangalore RBD Pamolein	535	540	-5
	Chennai RBD Pamolein	535	540	-5
	Kakinada RBD Pamolein	515	520	-5
	KPT (krishna patnam) Pamolein	515	520	-5
	Haldia Pamolein	515	522	-7
	PFAD (Kandla)	395	400	-5
	Refined Palm Stearin (Kandla)	405	410	-5
Refined Sunflower Oil	Mumbai	765	775	-10
	Mumbai(Expeller Oil)	675	680	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Erode (Expeller Oil)	760	760	Unch
	Hyderabad (Ref)	732	722	10
	Chennai	720	725	-5
	Latur (Expeller Oil)	684	700	-16
	Chellakere (Expeller Oil)	720	685	35
Groundnut Oil	Rajkot	910	900	10
	Chennai	830	840	-10
	Delhi	830	830	Unch
	Hyderabad *	900	900	Unch
	Mumbai	930	940	-10
	Gondal	900	900	Unch
	Jamnagar	910	910	Unch
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	720	740	-20
	Sri-Ganga Nagar(Exp Oil)	700	700	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	680	690	-10
	Jaipur (Expeller Oil)	720	740	-20
	New Delhi (Expeller Oil)	745	745	Unch
	Hapur (Expeller Oil)	730	750	-20
	Sri-Ganga Nagar (Kacchi Ghani Oil)	760	790	-30
	Kota (Kacchi Ghani Oil)	760	790	-30
	Jaipur (Kacchi Ghani Oil)	741	765	-24
	Agra (Kacchi Ghani Oil)	785	795	-10
	Bharatpur (Kacchi Ghani Oil)	780	790	-10
	Neewai (Kacchi Ghani Oil)	725	755	-30
	Hapur (Kacchi Ghani Oil)	800	820	-20
Refined Cottonseed Oil	Mumbai	602	603	-1

	Rajkot	590	595	-5
	New Delhi	540	540	Unch
	Hyderabad	575	580	-5
Coconut Oil	Kangayan (Crude)	780	790	-10
	Cochin	885	885	Unch
	Trissur	840	840	Unch
Sesame Oil	New Delhi	670	670	Unch
	Mumbai	650	650	Unch
Kardi	Mumbai	840	840	Unch
Rice Bran Oil (40%)	New Delhi	420	420	Unch
Rice Bran Oil (4%)	Punjab	490	490	Unch
Rice Bran Oil (4%)	Uttar Pradesh	490	490	Unch
Malaysia Palmolein USD/MT	FOB	613	613	Unch
	CNF India	630	638	-8
Indonesia CPO USD/MT	FOB	610	613	-3
	CNF India	620	625	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	605	605	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	580	580	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1120	1125	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	553	553	Unch
Ukraine Origin CSFO USD/MT Kandla	CIF	835	840	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	676	693	-17
Argentina FOB (\$/MT)		1-Mar-16	29-Feb-16	Change
Crude Soybean Oil Ship		660	665	-5
Refined Soy Oil (Bulk) Ship		683	688	-5
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		640	645	-5
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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