

Domestic Fundamentals:

- Mixed sentiment featured in edible oils at various market centers Thursday.
- India is expected to import 3.7 MMT of soy oil due to lower domestic production of soy oil, cottonseed oil and peanut oil. Indian is importing more RBD palmolein on lower price premium over CPO.
- Supply concerns are driving international palm oil prices on dry conditions on El Nino. MPOB report showed lower production of palm drove down stocks of palm despite higher exports in February. Higher exports of palm oil from Malaysia for first ten days of March showed sharp rise due to lower differential between Malaysia RBD palmolein and Indonesia CPO.
- In a conglomeration in Kuala Lumpur, various industry analysts expressed supply of palm as the leading driver of prices in 2016. Indonesia is expected to produce less palm oil in 2016 than 2015. Malaysia's production of palm oil will lag last year production. Prices are expected to top Ringgit 2700-3000/ton by June 2016. Both El Nino and to some extent La Nina in second half of the year will limit production of palm in 2016. With higher prices demand will decline from price sensitive countries like India. Sustenance of biodiesel policy of Indonesia will tested in 2016 due to low crude oil prices. Incremental demand of palm over supply will lead prices higher in 2016.
- USDA increased exports of soy oil from Argentina on higher crush leading to higher production. Argentina will capture most of global soy oil export market in 2015/16 on reforms by new government and on depreciation of Peso. US soy oil exports were decreased due to lower crush and competition from Argentina. USDA retained soybean production of Argentina at 58.5 MMT.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's February palm oil ending stocks fell by 6.05 percent to 2.17 MMT from 2.30 MMT in January. Production fell by 7.7 percent to 1.04 MMT in February from 1.13 MMT in January. Exports fell by 15.15 percent to 1.09 MMT in January from 1.28 MMT in February. Imports of palm oil rose by 84.44 percent to 0.07 MMT in January from 0.04 MMT in February.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's March 1-10 palm oil exports rose by 56.5 percent to 308,348 tons from 196,968 tons in the corresponding period last month. Top buyers were India at 54,500 tons (42,500 tons), China at 32,150 tons (24,305 tons), China at 32,150 tons (24,305 tons) and United States at 30,550 tons (22,398 tons). Values in brackets are figures of corresponding period last month.
- United States Department of Agriculture (USDA) in its March report revised estimates of India's imports of palm oil to 9.425 MMT from 9.625 MMT in its earlier estimate. Imports of 2015/16 will be higher by 3.2 percent from 2014/15 which was reported at 9.129 MMT. Lower revisions of imports are due to tight palm oil global supplies. India's 2015/16 palm oil consumption estimate has been lowered to 9.750 MMT from 10.025 MMT in its earlier estimate. Consumption estimates of 2015/16 are higher by 7.9 percent from 2014/15 which was reported at 4.050 MMT. India's 2015/16 palm oil end stocks of has been raised to 0.675 MMT in its March estimate from 0.60 MMT in its earlier estimate. End stocks of palm oil in 2014/15 were reported at 0.80 MMT.

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	-3.30	608.90	612.00	607.60	609.20
Apr-16	-5.10	618.90	623.00	616.60	618.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Mar-16	11,370	60	16330	-5080
Apr-16	50,940	17400	82270	-3430

Vol-OI are taken at 5:30 PM

Spread	Mar-16	Apr-16
Basis	5.80	-3.00
Mar-16		8.80
Apr-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Mar-16	-8.10	506.30	506.30	496.30	499.40
Apr-16	-6.70	508.20	509.00	500.50	504.60

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
Mar-16	3086	1373	4814	-318
Apr-16	3460	2145	4573	1080

Vol-OI are taken at 5:30 PM

Spread	Mar-16	Apr-16
Basis	2.6	-2.6
Mar-16		5.2
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-May	-0.08	31.75	31.79	31.53	31.66
15-July	-0.08	31.98	31.98	31.75	31.9
15-Aug	-0.08	32.07	32.07	31.89	31.99
15-Sep	-0.07	32.12	32.13	31.99	32.09
15-Oct	-0.19	32.06	32.06	32.05	32.05

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Apr	-17	2559	2559	2524	2528
15-May	-9	2570	2577	2540	2546
15-June	-10	2557	2567	2534	2539
15-July	-7	2525	2536	2506	2511

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
10/03/2016	6.51	13144	4.09	15.36	67.06	3.67	97.39

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Mar-16	9-Mar-16	
Refined Soybean Oil	Kota	615	615	Unch
	Rajkot	600	595	5
	Delhi	630	630	Unch
	Mumbai	615	610	5
	Indore	615	608	7
	Kandla/Mundra	605	600	5
	Kolkata	610	610	Unch
	Indore (Soy Solvent Crude)	590	585	5
	Mumbai (Soy Degum)	565	565	Unch
	Kandla/Mundra (Soy Degum)	565	570	-5
	Akola	634	632	2
	Amrawati	633	632	1
	Jalna	NR	NR	-
	Nagpur	NR	NR	-
	Alwar	NA	NA	-
	Solapur	NR	NR	-
	Bundi	613	613	Unch
	Dhule	NR	NR	-
Palm Oil	Rajkot	538	535	3
	Hyderabad	542	527	15
	Delhi	530	530	Unch
	Kandla (Crude Palm Oil)	502	492	10
	Kandla (RBD Palm oil)	515	515	Unch
	Mumbai RBD Pamolein	548	545	3

	Kandla RBD Pamolein	545	540	5
	Mangalore RBD Pamolein	550	550	Unch
	Chennai RBD Pamolein	550	550	Unch
	Kakinada RBD Pamolein	530	525	5
	KPT (krishna patnam) Pamolein	535	525	10
	Haldia Pamolein	525	525	Unch
	PFAD (Kandla)	400	390	10
	Refined Palm Stearin (Kandla)	420	415	5
Refined Sunflower Oil	Mumbai	760	760	Unch
	Mumbai(Expeller Oil)	675	675	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Erode (Expeller Oil)	750	750	Unch
	Hyderabad (Ref)	727	722	5
	Chennai	710	720	-10
	Latur (Expeller Oil)	700	700	Unch
	Chellakere (Expeller Oil)	675	680	-5
Groundnut Oil	Rajkot	925	925	Unch
	Chennai	870	870	Unch
	Delhi	830	830	Unch
	Hyderabad *	920	915	5
	Mumbai	930	930	Unch
	Gondal	925	915	10
	Jamnagar	925	910	15
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	720	735	-15
	Sri-Ganga Nagar(Exp Oil)	700	710	-10
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	705	705	Unch
	Jaipur (Expeller Oil)	726	731	-5
	New Delhi (Expeller Oil)	745	745	Unch
	Hapur (Expeller Oil)	776	778	-2
	Sri-Ganga Nagar (Kacchi Ghani Oil)	765	760	5
	Kota (Kacchi Ghani Oil)	750	760	-10
	Jaipur (Kacchi Ghani Oil)	758	761	-3
	Agra (Kacchi Ghani Oil)	775	785	-10
	Bharatpur (Kacchi Ghani Oil)	770	780	-10
	Neewai (Kacchi Ghani Oil)	745	745	Unch
	Hapur (Kacchi Ghani Oil)	830	850	-20
Refined Cottonseed Oil	Mumbai	605	605	Unch

	Rajkot	590	585	5
	New Delhi	540	540	Unch
	Hyderabad	580	580	Unch
Coconut Oil	Kangayan (Crude)	750	750	Unch
	Cochin	885	885	Unch
	Trissur	790	790	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	635	630	5
	CNF India	660	650	10
Indonesia CPO USD/MT	FOB	620	NA	-
	CNF India	643	640	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	628	623	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	593	593	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1200	1153	47
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	573	570	3
Ukraine Origin CSFO USD/MT Kandla	CIF	835	835	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	684	682	2
Argentina FOB (\$/MT)		9-Mar-16	8-Mar-16	Change
Crude Soybean Oil Ship		677	667	10
Refined Soy Oil (Bulk) Ship		700	690	10
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		657	647	10
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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