



### Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at various centers on Wednesday.
- Higher exports due to firm demand from India and China will support prices in near term. CBOT soy oil and Dalian RBD palmolein are expected to support palm oil prices in near term. However, prices reached high levels where demand tends to falter as soy oil premium over palm oil has decreased slowing demand.  
China is expected to buy more ahead of festivals in September and higher buying in second half of 2016 to replenish stocks depleted in first half of 2016. India will buy more as its domestic palm oil market is undersupplied and any major correction will bring back demand from India.  
Lower imports of palm oil by India in oil year 2015-16 (Nov.15-July-16) has created shortages of CPO in domestic market. Stocks are being drawn from port and pipelines. Stocks at ports and pipelines have stocks of 39 days of use which has reduced from 44 days of use in last two months.  
Depreciation of Ringgit is expected to support prices in near term. Palm oil export data tomorrow will show how demand is progressing and will set course of market in near term. Prices of palm oil are in range.
- Soybean crop is in very good condition in US and record yield is expected in 2016/17 by USDA, according to its August estimate. Record US crop is estimated for US in 2016/17 by USDA.  
Spreading of soy oil with soy meal is supporting soy oil prices on CBOT in near term.  
According to NOPA, soy oil stocks reduced 12 percent in US in July due to lower production of soy oil and higher use which has supported soy oil prices in near term.  
Stocks of soy oil is expected to drop further in US due to low crushing of soybean as farmers are awaiting record US crops. Crushers are working hand to mouth in US who will reduce stocks of soy oil of US in August and support prices. Stocks of soy oil are expected to fall in August due to lower production of soy oil due to lower crush of soybean and support prices. Rise in crude oil prices will support prices.  
Prices of soy oil are in range.
- The US soybean crop is reported to be setting pod at 89% compared to 85% during the corresponding period last year and 5 year average. About 72% of the newly planted US soybean crop is under good to excellent conditions which is up from 63% during the same period last year, reported in the US crop progress report dated 21 August 2016.
- According to Malaysia Palm Oil Council (MPOC), crude palm oil prices (CPO) will average 2,678 ringgit per ton in 2016, 18 percent higher from 2015. Crude palm oil 2015 average prices were 2,528 ringgit per ton. India will remain the top imported of CPO in 2016. China will import more CPO in second half of 2016 to replenish stocks. China imported lower amount of oils and fats in 2016 due to higher carryover stocks in 2015. MPOC forecast palm oil production for 2016 for Malaysia at 19.1 MMT and Indonesia at 32.8 MMT. Production of palm oil in Malaysia will improve August onwards when the lagged effect of El Nino is over.

**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
Sep-16	2.35	660.00	665.80	658.70	662.75
Oct-16	1.95	668.00	673.50	666.25	669.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Sep-16	37,090	-1440	60860	-4030
Oct-16	24,200	11450	50620	2510

Vol-OI are taken at 5:05 PM

Spread	Sep-16	Oct-16
Basis	-12.75	-19.90
Sep-16		7.15
Oct-16		

### MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-16	-0.80	570.70	572.50	568.00	568.40
Sep-16	1.60	564.00	567.80	561.20	564.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-16	548	-645	2051	15
Sep-16	1315	-814	3374	-151

Vol-OI are taken at 5:05 PM

Spread	Aug-16	Sep-16
Basis	5.6	10
Aug-16		-4.4
Sep-16		

\* CPO Kandla prices taken for spread calculated as at 5:30 PM

**August 26, 2016**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	0.01	33.98	34.12	33.87	33.9
15-Oct	0.05	34.1	34.26	34.01	34.09
15-Dec	0	34.42	34.54	34.28	34.32
15-Jan	-0.01	34.59	34.7	34.49	34.52
15-May	0.08	34.71	34.84	34.63	34.73

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	11	2855	2872	2837	2833
15-Oct	15	2679	2704	2671	2664
15-Nov	20	2590	2623	2584	2578
15-Dec	20	2551	2583	2548	2540

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
24/08/2016	6.65	13291	4.04	14.83	67.05	3.24	94.63	47.33

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		24-Aug-16	23-Aug-16	
Refined Soybean Oil	Indore	650	650	Unch
	Indore (Soy Solvent Crude)	620	620	Unch
	Mumbai	670	670	Unch
	Mumbai (Soy Degum)	620	615	5
	Kandla/Mundra	650	645	5
	Kandla/Mundra (Soy Degum)	615	610	5
	Kolkata	650	650	Unch
	Delhi	680	680	Unch
	Nagpur	652	655	-3
	Rajkot	Closed	Closed	-
	Kota	650	650	Unch
	Hyderabad	665	665	Unch
	Akola	691	693	-2
	Amrawati	691	692	-1
	Bundi	650	650	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	574	570	4
	Kandla (RBD Palm oil)	600	595	5
	Kandla RBD Pamolein	625	625	Unch
	Kakinada (Crude Palm Oil)	570	570	Unch
	Kakinada RBD Pamolein	630	615	15
	Haldia Pamolein	630	620	10
	Chennai RBD Pamolein	645	635	10



	KPT (krishna patnam) Pamolein	625	615	10
	Mumbai RBD Pamolein	635	630	5
	Delhi	650	650	Unch
	Rajkot	Closed	Closed	-
	Hyderabad	613	608	5
	Mangalore RBD Pamolein	645	635	10
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	490	480	10
Refined Sunflower Oil	Chennai	725	725	Unch
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	660	660	Unch
	Kandla	745	745	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	732	732	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	750	750	Unch
Groundnut Oil	Rajkot	Closed	Closed	-
	Chennai	1100	1100	Unch
	Delhi	1150	1200	-50
	Hyderabad *	1130	1130	Unch
	Mumbai	1440	1440	Unch
	Gondal	Closed	1450	-
	Jamnagar	Closed	1400	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	842	850	-8
	Jaipur (Kacchi Ghani Oil)	933	933	Unch
	Kota (Expeller Oil)	830	830	Unch
	Kota (Kacchi Ghani Oil)	940	945	-5
	Neewai (Expeller Oil)	850	866	-16
	Neewai (Kacchi Ghani Oil)	915	918	-3
	Bharatpur (Kacchi Ghani Oil)	950	930	20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	860	875	-15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	900	915	-15
	Mumbai (Expeller Oil)	890	895	-5
	Kolkata(Expeller Oil)	1020	1020	Unch
	New Delhi (Expeller Oil)	880	885	-5
	Hapur (Expeller Oil)	900	900	Unch



	Hapur (Kacchi Ghani Oil)	950	950	Unch
	Agra (Kacchi Ghani Oil)	955	935	20
Refined Cottonseed Oil	Rajkot	Closed	Closed	-
	Hyderabad	695	695	Unch
	Mumbai	725	725	Unch
	New Delhi	690	700	-10
Coconut Oil	Kangayan (Crude)	910	950	-40
	Cochin	785	782	3
	Trissur	950	960	-10
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	470	535	-65
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	750	745	5
	CNF India	783	770	13
Indonesia CPO USD/MT	FOB	740	745	-5
	CNF India	775	765	10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	748	738	10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	713	710	3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1650	1620	30
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	605	603	2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1530	-
Ukraine Origin CSFO USD/MT Kandla	CIF	855	855	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	746	743	3
Argentina FOB (\$/MT)		23-Aug-16	22-Aug-16	Change
Crude Soybean Oil Ship		Unq	778	-
Refined Soy Oil (Bulk) Ship		Unq	805	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	758	-
Refined Linseed Oil (Bulk) Ship		Unq	758	-
* 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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