



Domestic Fundamentals:

- Mostly sideways to weak sentiment featured in various edible oils at various centers on Monday.
- India reduced import duties on palm oil to check its rising prices. Market will react adversely in short term while it is expected to rise in medium term as higher imports will reduce end stocks in Malaysia due to inverted duty structure of crude and refined palm oil by Malaysia. Malaysian refiners will only gain from cut in import duty by India. There will be no gain by refiners in India. Current duty structure by India is skewed towards higher imports of refined palm oil and will backfire in coming days and reversal of import duty is imminent. Agriwatch requests governments to reverse the import duty policy shift which favors Indian refiners, not Malaysian refiners. By reducing duty of palm oil India is supporting destruction of rain forests in Indonesia and Malaysia and support of Paris environmental accord is just lip service rather than firm commitment. By allowing higher imports of low quality imports India is supporting health hazard of Indian consumers. Agriwatch has full trust in Indian government and we expect responsive action by Indian government.
- Rise in prices of competitive oils coupled with weaker Ringgit will support palm oil prices in near term. Exports are weak in first 25 days of September as shown by SGS/ITS by 15-16 percent primarily from India and China. However, demand has firmed from India in near term supporting prices on BMD CPO. Expectation of weak stocks of palm oil in Malaysia will support palm oil prices in near term. Stocks of palm will remain tight in Malaysia in September due to slow growth of production on lagged effect of El Nino and improved demand from Malaysia. Aggressive pricing by Malaysia will support palm oil prices in near term. Prices are in range
- Soybean crop harvest in US is slow compared to corresponding period last year due to rains in US Midwest which slowed harvest. However, weather is forecasted to be dry in next 10 days which will improve harvest. Demand is of soybean firm in US along with firm export demand which has kept market tight and supported prices. Soy oil stocks are expected to fall in US in August/September on lower production of soy oil due to lower crush of soybean. Soy oil stocks in US are expected to be weak as harvest is delayed and crushers and elevators are down due to rains. Demand of soy meal is firm. Soy oil is rising due to spreading with soy meal. Many crushers are waiting for new crop to start crushing. Rise in crude oil prices and weakness in dollar will support soy oil prices in near term. Prices are in range.
- According to Indian government, India reduced import duty on palm oils by 5 basis points on both crude palm oil and refined palm oil. Import duty on crude palm oil (CPO) has been reduced to 7.5 percent from 12.5 percent. Import duty on refined palm oils has been reduced from 20 percent to 15 percent. Import duties on other imported oils were left unchanged.
- According to cargo surveyor Societe Generale de Surveillance, Malaysia's September 1-25 palm oil exports fell 15.8 percent to 1,108,829 tons compared to 1,316,245 tons in the corresponding period last month. Top buyers were European Union at 215,605 tons (249,915 tons), India at 209,480 tons (392,416 tons), China at 186,030 tons (216,550 tons), Pakistan at 45,000 tons (17,000 tons) and United States at 30,635 tons (60,385 tons). Values in brackets are figures of corresponding period last month.

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
Oct-16	0.85	661.55	664.70	659.80	661.20
Nov-16	2.45	669.00	669.00	662.05	663.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	52,580	5400	58810	-5500
Nov-16	30,350	16310	50040	9220

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	-1.20	-3.70
Oct-16		2.50
Nov-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Sep-16	-3.20	582.00	583.60	576.50	578.00
Oct-16	-6.60	559.90	562.20	551.00	552.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Sep-16	1851	269	3543	-1250
Oct-16	3385	1123	3235	1275

Vol-OI are taken at 5:05 PM

Spread	Sep-16	Oct-16
Basis	14	39.6
Sep-16		-25.6
Oct-16		

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

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	0.12	33.31	33.69	33.25	33.43
15-Dec	0.11	33.52	33.94	33.48	33.67
15-Jan	0.12	33.76	34.16	33.72	33.91
15-May	0.10	34.01	34.41	33.97	34.15
15-July	0.10	34.16	34.59	34.12	34.3

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	33	2890	2920	2887	2900
15-Nov	41	2753	2796	2745	2774
15-Dec	36	2699	2737	2690	2715
15-Jan	30	2673	2705	2664	2685

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
26/09/2016	6.67	13033	4.125	15.15	66.60	3.245	95.34	44.99

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-Sep-16	24-Sep-16	
Refined Soybean Oil	Indore	660	660	Unch
	Indore (Soy Solvent Crude)	625	630	-5
	Mumbai	665	662	3
	Mumbai (Soy Degum)	620	618	2
	Kandla/Mundra	650	640	10
	Kandla/Mundra (Soy Degum)	618	618	Unch
	Kolkata	650	650	Unch
	Delhi	690	690	Unch
	Nagpur	675	671	4
	Rajkot	640	640	Unch
	Kota	660	660	Unch
	Hyderabad	670	670	Unch
	Akola	712	709	3
	Amrawati	712	708	4
	Bundi	660	660	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	592	602	-10
	Kandla (RBD Palm oil)	600	618	-18
	Kandla RBD Pamolein	625	635	-10
	Kakinada (Crude Palm Oil)	565	570	-5
	Kakinada RBD Pamolein	620	630	-10



	Haldia Pamolein	630	630	Unch
	Chennai RBD Pamolein	625	635	-10
	KPT (krishna patnam) Pamolein	615	625	-10
	Mumbai RBD Pamolein	630	640	-10
	Delhi	675	690	-15
	Rajkot	620	630	-10
	Hyderabad	603	613	-10
	Mangalore RBD Pamolein	625	635	-10
	PFAD (Kandla)	480	475	5
	Refined Palm Stearin (Kandla)	540	540	Unch
Refined Sunflower Oil	Chennai	720	725	-5
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	675	650	25
	Kandla	745	745	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	722	-9
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	675	675	Unch
	Erode (Expeller Oil)	745	745	Unch
Groundnut Oil	Rajkot	1225	1250	-25
	Chennai	1000	1000	Unch
	Delhi	950	950	Unch
	Hyderabad *	1030	1050	-20
	Mumbai	1260	1260	Unch
	Gondal	1250	1250	Unch
	Jamnagar	1250	1250	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	840	845	-5
	Jaipur (Kacchi Ghani Oil)	901	906	-5
	Kota (Expeller Oil)	835	830	5
	Kota (Kacchi Ghani Oil)	908	908	Unch
	Neewai (Expeller Oil)	830	850	-20
	Neewai (Kacchi Ghani Oil)	880	895	-15
	Bharatpur (Kacchi Ghani Oil)	925	935	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	850	850	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	895	895	Unch
	Mumbai (Expeller Oil)	860	870	-10
	Kolkata(Expeller Oil)	1030	1030	Unch



	New Delhi (Expeller Oil)	880	882	-2
	Hapur (Expeller Oil)	880	Closed	-
	Hapur (Kacchi Ghani Oil)	970	Closed	-
	Agra (Kacchi Ghani Oil)	930	940	-10
Refined Cottonseed Oil	Rajkot	695	695	Unch
	Hyderabad	680	680	Unch
	Mumbai	715	715	Unch
	New Delhi	655	670	-15
Coconut Oil	Kangayan (Crude)	935	960	-25
	Cochin	790	790	Unch
	Trissur	930	940	-10
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	495	495	Unch
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	748	740	8
	CNF India	763	763	Unch
Indonesia CPO USD/MT	FOB	730	720	10
	CNF India	753	758	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	743	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	728	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1595	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	633	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	840	840	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	763	Closed	-
Argentina FOB (\$/MT)		24-Sep-16	23-Sep-16	Change
Crude Soybean Oil Ship		Closed	769	-
Refined Soy Oil (Bulk) Ship		Closed	796	-
Sunflower Oil Ship		Closed	Unq	-
Cottonseed Oil Ship		Closed	749	-
Refined Linseed Oil (Bulk) Ship		Closed	789	-
* 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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