

Domestic Fundamentals:

- Weak sentiment featured in various edible oils at various centers on Wednesday.
- CNF CPO at Indian port is quoted at \$747.5 per ton for September delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$752.5 per ton for September delivery. High sea duty paid CPO Kandla is quoted at Rs 578 per 10 Kg and for October delivery is quoted at Rs 575 per 10 kg. CDSO CIF at Indian port is offered at \$805 per ton for September delivery. Canola CIF is quoted at USD 805 per ton for April delivery.
- Fall in prices of soy oil CBOT and weak exports from Malaysia will underpin palm oil prices in near term. Demand is weak especially from India and China with seasonal downtrend of demand expected ahead which will decrease demand in medium term and underpin prices. Production will rise in September and October but at a lower rate due to lagged effect of lagged effect of El Nino which hit earlier this year. Exports are weak in first 25 days of September as shown by SGS/ITS by 15-16 percent primarily from India and China. Demand is weak at the moment and major price correction is needed to induce demand in medium term. However, demand is expected to firm from India due to cut in import duty of palm oils. Aggressive pricing by Malaysia will support demand from India. 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. Supply pressure of soybean in US will underpin soybean complex prices in medium term. Soy oil production is expected to improve in US as soybean harvest picks up pace.
CNF prices of soy oil in India have remained stable despite fall in global benchmark due to rise in basis. Demand of soy oil has weakened due to cut in import duty of palm oil. Fall in crude oil prices underpin soy oil prices in near term.
- About 68% of the US soybean crop is dropping leaves which down from 69% during the corresponding period last year but above from 64% with the 5 year average. Harvesting is reported at 10% down compared to 17% during the corresponding period last year and from 13% from 5 year average. About 73% of the newly planted US soybean crop is under good to excellent conditions which is up from 62% during the same period last year, reported in the US crop progress report dated 26 Sept. 2016.
- In a major event Brazil's 2016/17 soybean planting has commenced and it is 1.2% complete in Mato Grosso by September 22. Brazil's rise in soybean area is likely to slow down in 2016/17 with cost of planting soybean up 8% and high price of corn, the cultivators are buying corn acres. Earlier, AgRural had forecast Brazil's 2016/17 soybean area at 33.54 million hectares, up just 1% from 2015/16.
- 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 weak soy, palm and rapeseed oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Oct-16	-3.05	655.85	656.50	651.20	653.10
Nov-16	-1.15	658.70	659.80	655.20	657.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	38,390	1880	53460	-3260
Nov-16	17,760	700	52370	-10

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	1.90	-2.40
Oct-16		4.30
Nov-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Sep-16	0.30	579.00	580.00	576.50	579.00
Oct-16	-3.50	540.80	547.00	537.00	539.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Sep-16	932	336	3137	-282
Oct-16	4168	1213	5042	1423

Vol-OI are taken at 5:05 PM

Spread	Sep-16	Oct-16
Basis	-1	38.5
Sep-16		-39.5
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	-0.48	33.13	33.13	32.52	32.64
15-Dec	-0.48	33.37	33.37	32.75	32.87
15-Jan	-0.46	33.58	33.58	33.01	33.13
15-May	-0.47	33.63	33.63	33.25	33.36
15-July	-0.50	34	34	33.44	33.49

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	-102	2835	2835	2743	2747
15-Nov	-74	2734	2735	2645	2648
15-Dec	-57	2666	2676	2596	2605
15-Jan	-47	2643	2645	2575	2587

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/09/2016	6.67	12947	4.13	15.128	66.48	3.235	95.54	45.31

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Sep-16	27-Sep-16	
Refined Soybean Oil	Indore	655	655	Unch
	Indore (Soy Solvent Crude)	625	625	Unch
	Mumbai	665	665	Unch
	Mumbai (Soy Degum)	615	618	-3
	Kandla/Mundra	645	650	-5
	Kandla/Mundra (Soy Degum)	610	615	-5
	Kolkata	645	650	-5
	Delhi	690	690	Unch
	Nagpur	668	672	-4
	Rajkot	640	640	Unch
	Kota	660	665	-5
	Hyderabad	670	670	Unch
	Akola	708	710	-2
	Amrawati	708	710	-2
	Bundi	650	660	-10
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	578	580	-2
	Kandla (RBD Palm oil)	595	600	-5
	Kandla RBD Pamolein	610	620	-10
	Kakinada (Crude Palm Oil)	565	565	Unch
	Kakinada RBD Pamolein	605	615	-10



	Haldia Pamolein	615	625	-10
	Chennai RBD Pamolein	610	620	-10
	KPT (krishna patnam) Pamolein	600	610	-10
	Mumbai RBD Pamolein	605	630	-25
	Delhi	665	670	-5
	Rajkot	620	620	Unch
	Hyderabad	603	603	Unch
	Mangalore RBD Pamolein	610	620	-10
	PFAD (Kandla)	480	480	Unch
	Refined Palm Stearin (Kandla)	540	540	Unch
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	740	740	Unch
	Mumbai(Expeller Oil)	675	675	Unch
	Kandla	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	713	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	675	675	Unch
	Erode (Expeller Oil)	745	745	Unch
Groundnut Oil	Rajkot	1200	1200	Unch
	Chennai	1000	1000	Unch
	Delhi	950	950	Unch
	Hyderabad *	950	950	Unch
	Mumbai	1230	1260	-30
	Gondal	1150	1200	-50
	Jamnagar	1150	1200	-50
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	832	832	Unch
	Jaipur (Kacchi Ghani Oil)	888	893	-5
	Kota (Expeller Oil)	830	833	-3
	Kota (Kacchi Ghani Oil)	902	902	Unch
	Neewai (Expeller Oil)	830	830	Unch
	Neewai (Kacchi Ghani Oil)	880	880	Unch
	Bharatpur (Kacchi Ghani Oil)	925	925	Unch
	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)	890	890	Unch
	Mumbai (Expeller Oil)	850	860	-10
	Kolkata(Expeller Oil)	1030	1030	Unch



	New Delhi (Expeller Oil)	865	880	-15
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	960	960	Unch
	Agra (Kacchi Ghani Oil)	930	930	Unch
Refined Cottonseed Oil	Rajkot	685	690	-5
	Hyderabad	680	680	Unch
	Mumbai	710	715	-5
	New Delhi	660	660	Unch
Coconut Oil	Kangayan (Crude)	925	930	-5
	Cochin	790	790	Unch
	Trissur	925	930	-5
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	610	600	10
Rice Bran Oil (4%)	Uttar Pradesh	610	600	10
Malaysia Palmolein USD/MT	FOB	728	740	-12
	CNF India	745	760	-15
Indonesia CPO USD/MT	FOB	715	728	-13
	CNF India	740	753	-13
RBD Palm oil (Malaysia Origin USD/MT)	FOB	723	735	-12
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	720	728	-8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1555	1600	-45
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	630	633	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1500	-
Ukraine Origin CSFO USD/MT Kandla	CIF	835	840	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	748	753	-5
Argentina FOB (\$/MT)		27-Sep-16	26-Sep-16	Change
Crude Soybean Oil Ship		Unq	765	-
Refined Soy Oil (Bulk) Ship		Unq	792	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	745	-
Refined Linseed Oil (Bulk) Ship		Unq	785	-
* 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.