

Domestic Fundamentals:

- Mostly sideways to firm sentiment featured in various edible oils at various centers on Monday.
- Fall in prices of soy oil CBOT, DALIAN RBD palmolein and weak exports from Malaysia will underpin palm oil prices in near term. End stocks of palm oil are expected to increase in September in Malaysia due to lower exports and higher production. Ringgit appreciation pose single most important risk to palm oil prices in near term due to rise in prices of crude oil which is primary export of Malaysia on production cut by OPEC. Demand is expected to improve from India on cut in import duty of palm oil and firm demand in domestic market. However, market is expecting correction in prices for demand to improve. Production will rise in September and October in Malaysia but at a lower rate due to lagged effect of lagged effect of El Nino which hit earlier this year. Aggressive pricing by Malaysia will support demand from India in October. Prices are in range
- Soybean stocks in US at the end of September rose to record in five years due to lower crush of soybean on record crops expected in US. There was little demand of soy oil and soy meal in September and crushers have to shut down for overhaul and low demand for crushing. Delay in harvest has limited soybean harvest in many areas of US. Weather is forecast to be wet in central US in next ten days which may affect soybean harvest. Crushers have started crushing soybean which has started operating but pace of operation has still slow compared to corresponding period last year. Higher crush of soybean will increase production of soy oil and increase stocks of US and underpin prices. Supply of soy oil has improved from South America which has weakened basis. Indian prices of soy oil are expected to weaken on lower basis and fall in prices of soy oil CBOT. However, soybean crop growing areas in India is expected to receive rains which may adversely affect soybean crops.
Rise in crude oil prices and weak dollar due to delayed FED rate hike will support soy oil prices in near term. Prices are in range.
- In the USDA Quarterly grain stock report, released on September 30, the US soybean stocks were reported at a five-year high of 197 million bushels for old crop soybeans stored in all positions on 1 September 2016. Of which on farms stocks totaled at 41.6 million bushels, down 16% from a year ago. Off-farm stocks totaled at 155 million bushels, down 10% from September 2015. Analysts were expecting soybean stocks of 201 million bushels.
- According to U.S. Energy Information Administration (EIA), U.S. biodiesel production rose 3.7 percent to 140 million gallons in July compared to June 2016 at 135 million gallons. Soy oil use was the largest in July at 536 million lbs compared to 519 million lbs in June 2016. Soy oil was the largest contributor to the biodiesel production in U.S.
- According to cargo surveyor Societe Generale de Surveillance, Malaysia's September palm oil exports fell 15.8 percent to 1,365,517 tons compared to 1,621,480 tons last month. Top buyers were India at 266,080 tons (450,929 tons), European Union at 252,399 tons (269,523 tons), China at 217,430 tons (289,550 tons), United States at 62,324 tons (78,535 tons) and Pakistan at 61,175 tons (31,000 tons). Values in brackets are figures of 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	-2.90	654.00	656.50	652.55	652.80
Nov-16	-4.00	659.90	661.95	657.45	657.45

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	14,040	-3050	45600	-1840
Nov-16	14,360	5570	52470	420

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	-7.80	-12.45
Oct-16		4.65
Nov-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Oct-16	-2.80	537.60	542.40	537.10	537.30
Nov-16	-0.30	512.00	515.60	511.80	512.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	1700	-350	5714	-22
Nov-16	856	-680	3480	-1802

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	37.7	63
Oct-16		-25.3
Nov-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	-0.29	33.1	33.1	32.91	32.95
15-Dec	-0.33	33.31	33.32	33.1	33.11
15-Jan	-0.34	33.4	33.5	33.33	33.33
15-May	-0.31	33.85	33.85	33.59	33.6
15-July	-0.27	33.88	33.89	33.75	33.8

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	14	2735	2778	2735	2775
15-Nov	20	2647	2687	2646	2680
15-Dec	18	2606	2643	2603	2636
15-Jan	20	2591	2628	2588	2623

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
00/10/2016	6.677	12976	4.13	15.33	66.58	3.26	95.52	48.50

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		3-Oct-16	1-Oct-16	
Refined Soybean Oil	Indore	645	650	-5
	Indore (Soy Solvent Crude)	615	620	-5
	Mumbai	660	660	Unch
	Mumbai (Soy Degum)	615	615	Unch
	Kandla/Mundra	640	640	Unch
	Kandla/Mundra (Soy Degum)	613	613	Unch
	Kolkata	640	640	Unch
	Delhi	690	690	Unch
	Nagpur	658	660	-2
	Rajkot	635	635	Unch
	Kota	660	655	5
	Hyderabad	670	670	Unch
	Akola	704	705	-1
	Amrawati	703	704	-1
	Bundi	655	645	10
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	575	575	Unch
	Kandla (RBD Palm oil)	600	600	Unch
	Kandla RBD Pamolein	610	610	Unch
	Kakinada (Crude Palm Oil)	555	555	Unch
	Kakinada RBD Pamolein	590	590	Unch



	Haldia Pamolein	610	610	Unch
	Chennai RBD Pamolein	600	600	Unch
	KPT (krishna patnam) Pamolein	580	580	Unch
	Mumbai RBD Pamolein	595	595	Unch
	Delhi	665	665	Unch
	Rajkot	615	610	5
	Hyderabad	589	589	Unch
	Mangalore RBD Pamolein	600	600	Unch
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	525	525	Unch
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	740	740	Unch
	Mumbai(Expeller Oil)	670	670	Unch
	Kandla	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	717	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	675	675	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	1225	1200	25
	Chennai	1000	1000	Unch
	Delhi	950	950	Unch
	Hyderabad *	1000	980	20
	Mumbai	1230	1190	40
	Gondal	1250	1200	50
	Jamnagar	1200	1150	50
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	845	845	Unch
	Jaipur (Kacchi Ghani Oil)	891	891	Unch
	Kota (Expeller Oil)	830	820	10
	Kota (Kacchi Ghani Oil)	885	885	Unch
	Neewai (Expeller Oil)	840	840	Unch
	Neewai (Kacchi Ghani Oil)	870	870	Unch
	Bharatpur (Kacchi Ghani Oil)	930	930	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	845	845	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	880	880	Unch
	Mumbai (Expeller Oil)	840	840	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch



	New Delhi (Expeller Oil)	860	860	Unch
	Hapur (Expeller Oil)	850	Closed	-
	Hapur (Kacchi Ghani Oil)	940	Closed	-
	Agra (Kacchi Ghani Oil)	935	935	Unch
Refined Cottonseed Oil	Rajkot	700	690	10
	Hyderabad	690	680	10
	Mumbai	710	705	5
	New Delhi	670	660	10
Coconut Oil	Kangayan (Crude)	925	925	Unch
	Cochin	790	790	Unch
	Trissur	935	925	10
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	490	495	-5
Rice Bran Oil (4%)	Punjab	615	615	Unch
Rice Bran Oil (4%)	Uttar Pradesh	615	615	Unch
Malaysia Palmolein USD/MT	FOB	Closed	710	-
	CNF India	725	728	-3
Indonesia CPO USD/MT	FOB	Closed	700	-
	CNF India	725	720	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	825	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	765	Closed	-
Argentina FOB (\$/MT)		1-Oct-16	30-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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