

Domestic Fundamentals:

- Edible oils mostly witnessed weak tone at various market centers on Monday.
- Palm oil end stocks rose in Malaysia in September by 5.67 percent which was more than estimate. Rise in end stocks of palm oil is primarily due to fall in exports which came more than estimated. Production rose marginally indicating lagged effect of El Nino. Production is expected to rise more in October. Lower exports were primarily due to lower imports from India and China. India's demand was weak in September as the markets were already covered for festivals. China imports weakened due as festivals were over in September and National holidays. However, China's demand will stay firm for rest of the year. Fall in prices of competitive and weak exports from Malaysia will underpin palm oil prices in near term. Ringgit depreciation is expected to support palm oil prices in near term. Demand of palm oil in medium term will depend upon the arrival of winter in India, China and EU. Prices are in range
- Argentina decreased its soybean crop estimate of 2016/17 to 53 MMT from 56 MMT in its previous estimate. Lower production of Argentina is due to lower area under production on postponing of expected reduction in export duty of soybean and soybean products to 2018 which will lead to higher planting of corn and wheat.
US soybean crop is in very good condition and harvesting pace has improved and yields are very impressive indicating that USDA will increase soybean crop in US in its October estimate. Weather is forecast to be clear in most parts of Midwest supporting harvesting. 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 is little demand of soy oil and soy meal in crushers is running only to cover demand as market participants expect price correction. Lower crush of soybean will decrease production of soy oil and decrease stocks of US and underpin prices.
Brazil soybean crop is expected to be 101-104 MMT, according to CONAB due to lower increase in area allocation due to dryness in Mato Grosso and record prices of corn in its market.
Rise in crude oil prices will support soy oil prices in near term. Prices are in range.
- According to cargo surveyor Societe Generale de Surveillance, Malaysia's October 1-10 palm oil exports rose 1.9 percent to 403,650 tons compared to 395,970 tons in corresponding period last month. Top buyers were European Union at 83,172 tons (74,680 tons), China at 74,780 tons (67,700 tons), India at 43,024 tons (48,000 tons), Pakistan at 18,750 tons (30,000 tons) and United States at 6,050 tons (12,335 tons). Values in brackets are figures of corresponding period last month.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's September palm oil end stocks rose 5.67 percent to 15.47 lakh tons compared to 14.64 lakh tons in August. Palm oil end stocks are above market expectations. Production rose marginally by 0.78 percent to 17.15 lakh tons compared to 17.02 lakh tons in August. Exports fell 20.42 percent in September to 14.51 lakh tons compared to 18.24 tons in August. Imports fell 80.51 percent in September to 0.18 lakh tons. Fall in end stocks are primarily due to lower exports and rise in production was marginal due lagged effect of El Nino.

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	-5.85	650.60	650.75	646.50	647.15
Nov-16	-7.15	658.25	658.25	649.00	650.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	12,280	-2810	19430	-3030
Nov-16	27,790	-1050	59130	-140

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	7.85	4.90
Oct-16		2.95
Nov-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Oct-16	-0.80	510.00	514.50	509.60	511.00
Nov-16	-11.60	493.70	497.60	485.50	486.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	1374	-335	6340	-21
Nov-16	996	-137	4222	293

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	44	68.8
Oct-16		-24.8
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-Dec	-0.13	33.46	33.47	33.13	33.18
15-Jan	-0.10	33.63	33.66	33.39	33.45
15-Mar	-0.14	33.97	33.97	33.67	33.68
15-May	-0.09	33.94	34.03	33.84	33.93
15-July	-0.17	34.26	34.29	34.05	34.05

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	-70	2580	2580	2579	2585
15-Nov	-21	2577	2582	2546	2549
15-Dec	-22	2568	2580	2539	2542
15-Jan	-25	2581	2587	2545	2547

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/10/2016	6.70	12979	4.148	15.19	66.52	3.22	96.79	50.14

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Oct-16	8-Oct-16	
Refined Soybean Oil	Indore	655	650	5
	Indore (Soy Solvent Crude)	620	615	5
	Mumbai	655	655	Unch
	Mumbai (Soy Degum)	615	615	Unch
	Kandla/Mundra	640	640	Unch
	Kandla/Mundra (Soy Degum)	612	612	Unch
	Kolkata	640	640	Unch
	Delhi	660	680	-20
	Nagpur	666	666	Unch
	Rajkot	630	635	-5
	Kota	655	660	-5
	Hyderabad	665	665	Unch
	Akola	695	695	Unch
	Amrawati	696	696	Unch
	Bundi	650	645	5
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	555	558	-3
	Kandla (RBD Palm oil)	592	595	-3
	Kandla RBD Pamolein	610	610	Unch
	Kakinada (Crude Palm Oil)	545	545	Unch
	Kakinada RBD Pamolein	570	570	Unch



	Haldia Pamolein	585	585	Unch
	Chennai RBD Pamolein	575	575	Unch
	KPT (krishna patnam) Pamolein	550	550	Unch
	Mumbai RBD Pamolein	582	582	Unch
	Delhi	660	660	Unch
	Rajkot	615	620	-5
	Hyderabad	570	570	Unch
	Mangalore RBD Pamolein	575	575	Unch
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	495	495	Unch
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	665	665	Unch
	Kandla (Ref.)	730	730	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	708	708	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	1225	1250	-25
	Chennai	1000	1000	Unch
	Delhi	970	950	20
	Hyderabad *	1010	1020	-10
	Mumbai	1290	1290	Unch
	Gondal	1300	1300	Unch
	Jamnagar	1200	1250	-50
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	838	838	Unch
	Jaipur (Kacchi Ghani Oil)	879	879	Unch
	Kota (Expeller Oil)	820	830	-10
	Kota (Kacchi Ghani Oil)	885	885	Unch
	Neewai (Expeller Oil)	850	860	-10
	Neewai (Kacchi Ghani Oil)	880	890	-10
	Bharatpur (Kacchi Ghani Oil)	900	910	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	832	832	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	875	875	Unch
	Mumbai (Expeller Oil)	840	840	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch



	New Delhi (Expeller Oil)	855	855	Unch
	Hapur (Expeller Oil)	880	Closed	-
	Hapur (Kacchi Ghani Oil)	960	Closed	-
	Agra (Kacchi Ghani Oil)	905	915	-10
Refined Cottonseed Oil	Rajkot	720	725	-5
	Hyderabad	690	690	Unch
	Mumbai	715	715	Unch
	New Delhi	680	685	-5
Coconut Oil	Kangayan (Crude)	920	890	30
	Cochin	790	790	Unch
	Trissur	920	920	Unch
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	490	490	Unch
Rice Bran Oil (4%)	Punjab	605	615	-10
Rice Bran Oil (4%)	Uttar Pradesh	605	615	-10
Malaysia Palmolein USD/MT	FOB	680	680	Unch
	CNF India	680	680	Unch
Indonesia CPO USD/MT	FOB	645	655	-10
	CNF India	678	675	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	663	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	690	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1430	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	615	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	820	820	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	766	Closed	-
Argentina FOB (\$/MT)		8-Oct-16	7-Oct-16	Change
Crude Soybean Oil Ship		Closed	764	-
Refined Soy Oil (Bulk) Ship		Closed	791	-
Sunflower Oil Ship		Closed	Unq	-
Cottonseed Oil Ship		Closed	744	-
Refined Linseed Oil (Bulk) Ship		Closed	784	-
* 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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