



Domestic Fundamentals:

- Edible oils witnessed mostly weak tone at various market centers on Thursday.
- USDA increased Indian imports of soy oil in 2016/17 to 3.6 MMT from 3.3 MMT and consumption to 50 MMT in its October estimate. USDA increased 2015/16 soy oil imports to 42 MMT matching Agriwatch estimates. Consumption of palm oil was reduced by 0.1 MMT to 10.4 MMT from 10.5 MMT while imports were left unchanged in its October estimate. India's groundnut oil consumption was reduced to 0.935 MMT from 0.975 MMT in 2016/17.
- Palm oil prices are expected to fall on fall in DALIAN RBD palmolein, DALIAN soy oil and CBOT soy oil. Weaker Yuan and expected interest rate hikes by FED in December. Higher production expectation in Malaysia and Indonesia in last quarter of 2016 will underpin prices of palm oil. Exports are not expected to improve from India and China as they expect major price correction. Early winters are also expected to weaken demand in Northern hemisphere. End stocks are expected to rise in October in Malaysia as production will rise and exports will remain tepid. However, major stocks gain is not expected in 2016.
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
- USDA increased US soybean crop to record 116.1 MMT in 2016/17 due to record yields. However, crop is expected to rise further as end yields are much higher. USDA increased Brazil soybean production to record 102 MMT in 2016/17 on higher yields. USDA left Argentina soybean crop in 2016/17 unchanged at 57 MMT despite Argentina government reducing its crop estimate to 53 MMT from 56 MMT.
USDA reduced soy oil end stocks US on lower opening stocks partially set off by lower exports.
US soybean crop is in very good condition yields reported are much higher in top producing states. Crushers and elevators are still not crushing despite record harvest as the demand is low and market is expecting lower prices. Lower crush will reduce soy oil stocks in US and support prices.
Rise in crude oil prices will support soy oil prices in near term. Prices are in range.
- According to United States Department of Agriculture (USDA) October estimates India is expected to import 3.6 MMT of soy oil compared to 3.3 MMT in its previous estimate. USDA increased 2015/16 estimate of soy oil imports to 4.2 MMT which is matching Agriwatch estimates of 4.2 MMT in 2015/16. Domestic consumption has been raised to 50 MMT in its October estimate from 47 MMT in its previous estimate.
- About 91% of the US soybean crop is dropping leaves which are slightly up from 90% during the corresponding period last year and also up from 88% compared to the 5 year average. Harvesting is reported at 44% down compared to 56% during the corresponding period last year and from 47% from 5 year average. About 74% of the newly planted US soybean crop is under good to excellent conditions which is up from 64% during the same period last year, reported in the US crop progress report dated 11 Oct. 2016.

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
Nov-16	-3.05	654.00	654.70	650.80	652.20
Dec-16	-2.65	657.40	660.30	656.00	657.45

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	37,030	9240	55710	-3420
Dec-16	9,190	190	43780	780

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	-2.20	-7.45
Nov-16		5.25
Dec-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Oct-16	-0.20	514.70	516.50	510.30	515.50
Nov-16	-2.90	495.00	497.00	488.50	494.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	1146	-228	6372	32
Nov-16	1255	259	4863	641

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	44.5	66
Oct-16		-21.5
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	-0.27	33.41	33.62	32.98	33.07
15-Jan	-0.28	33.68	33.88	33.26	33.35
15-Mar	-0.24	33.93	34.12	33.52	33.64
15-May	-0.31	34.08	34.08	33.67	33.75
15-July	-0.27	34.28	34.45	33.87	33.96

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	-33	2656	2661	2612	2625
15-Dec	-37	2649	2659	2606	2618
15-Jan	-29	2651	2659	2616	2626
15-Feb	-27	2653	2660	2620	2631

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
13/10/2016	6.73	13053	4.21	15.07	66.93	3.20	97.80	50.13

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		13-Oct-16	12-Oct-16	
Refined Soybean Oil	Indore	650	654	-4
	Indore (Soy Solvent Crude)	622	620	2
	Mumbai	655	655	Unch
	Mumbai (Soy Degum)	620	620	Unch
	Kandla/Mundra	640	640	Unch
	Kandla/Mundra (Soy Degum)	618	615	3
	Kolkata	640	640	Unch
	Delhi	660	Closed	-
	Nagpur	660	666	-6
	Rajkot	635	635	Unch
	Kota	645	650	-5
	Hyderabad	665	Closed	-
	Akola	695	695	Unch
	Amrawati	694	696	-2
	Bundi	650	650	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	560	555	5
	Kandla (RBD Palm oil)	595	595	Unch
	Kandla RBD Pamolein	610	610	Unch
	Kakinada (Crude Palm Oil)	545	Closed	-
	Kakinada RBD Pamolein	580	570	10



	Haldia Pamolein	580	580	Unch
	Chennai RBD Pamolein	565	575	-10
	KPT (krishna patnam) Pamolein	555	550	5
	Mumbai RBD Pamolein	585	582	3
	Delhi	650	Closed	-
	Rajkot	605	610	-5
	Hyderabad	570	Closed	-
	Mangalore RBD Pamolein	565	575	-10
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	490	490	Unch
Refined Sunflower Oil	Chennai	715	715	Unch
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	665	665	Unch
	Kandla	730	730	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	708	Closed	-
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	1000	1200	-200
	Chennai	1000	1000	Unch
	Delhi	980	Closed	-
	Hyderabad *	1030	Closed	-
	Mumbai	1150	1250	-100
	Gondal	1050	1150	-100
	Jamnagar	1050	1150	-100
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	832	838	-6
	Jaipur (Kacchi Ghani Oil)	871	875	-4
	Kota (Expeller Oil)	810	810	Unch
	Kota (Kacchi Ghani Oil)	875	880	-5
	Neewai (Expeller Oil)	850	Closed	-
	Neewai (Kacchi Ghani Oil)	880	Closed	-
	Bharatpur (Kacchi Ghani Oil)	890	905	-15
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	835	835	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	870	875	-5
	Mumbai (Expeller Oil)	830	830	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch



	New Delhi (Expeller Oil)	855	Closed	-
	Hapur (Expeller Oil)	880	Closed	-
	Hapur (Kacchi Ghani Oil)	960	Closed	-
	Agra (Kacchi Ghani Oil)	895	910	-15
Refined Cottonseed Oil	Rajkot	720	720	Unch
	Hyderabad	690	Closed	-
	Mumbai	720	715	5
	New Delhi	685	Closed	-
Coconut Oil	Kangayan (Crude)	890	890	Unch
	Cochin	790	790	Unch
	Trissur	920	920	Unch
Sesame Oil	New Delhi	700	Closed	-
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	490	Closed	-
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	678	675	3
	CNF India	685	685	Unch
Indonesia CPO USD/MT	FOB	660	660	Unch
	CNF India	685	683	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	675	668	7
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	695	690	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1425	1420	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	620	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1375	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	825	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	780	788	-8
Argentina FOB (\$/MT)		12-Oct-16	10-Oct-16	Change
Crude Soybean Oil Ship		764	765	-1
Refined Soy Oil (Bulk) Ship		791	792	-1
Sunflower Oil Ship		762	Unq	-
Cottonseed Oil Ship		744	745	-1
Refined Linseed Oil (Bulk) Ship		784	785	-1
* 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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