



### Domestic Fundamentals:

- Edible oils witnessed firm sentiment at various market centers on Saturday.
- Imports of edible oil in September rose 14.2 percent on higher imports of soy oil, RBD palmolein and sunflower oil. RBD palmolein recorded record imports as it is offered at rate of CPO. However, with reduction on import duty on palm oils imports of CPO are expected to increase in coming months. Soy oil imports rose as its premium over palm oil is very low. Sunflower imports improved on low premium over palm and soy oil.
- Weak ringgit is expected to support palm oil prices in near term. Palm oil prices are influenced by DALIAN RBD palmolein, DALIAN soy oil and CBOT soy oil. Weaker Yuan and expected interest rate hikes by FED in December will underpin prices. Production is expected to decline in October in Malaysia and Indonesia on lagged effect of El Nino. However, production in last quarter of 2016 will be better than corresponding period last year. 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 or remain unchanged in October in Malaysia as production will be falt and exports will remain tepid. However, major stocks gain is not expected in 2016. 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 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 Solvent Extractors Association (SEA), India's September edible oil imports rose 8.2 percent y-o-y to 13.77 lakh tons from 12.06 lakh tons in September 2015. Palm oil imports fell 1.15 percent y-o-y to 7.74 lakh tons y-o-y from 7.83 lakh tons in September 2015. CPO Imports fell 5.2 percent y-o-y to 5.65 lakh tons from 5.96 lakh tons in September 2015. RBD palmolein imports rose 18.5 percent y-o-y to 2.05 lakh tons from 1.73 lakh tons in September 2015. Soy oil imports rose 46.4 y-o-y to 4.70 lakh tons from 3.21 lakh tons in September 2015. Sunflower oil imports rose by 52.9 percent y-o-y to 1.03 lakh tons from 0.68 lakh ton in September 2015. Rapeseed (Canola) oil imports fell 10.0 percent y-o-y to 0.30 lakh tons from 0.33 lakh tons in September 2015.
- According to Malaysia Palm Oil Board (MPOB), Malaysia kept November crude palm oil export duty unchanged at 6.5 percent. Tax is calculated at reference price of 2865.40 ringgit (USD 689.63) per ton. Prices above 2,250 ringgit are taxed with tax starting from 4.5 percent to a maximum of 8.5 percent.

**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	2.90	653.95	656.40	651.70	654.70
Dec-16	2.55	659.05	661.90	657.10	660.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	30,650	-6380	55700	-10
Dec-16	4,760	-4430	43310	-470

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	-9.70	-15.00
Nov-16		5.30
Dec-16		

### MCX CPO:

Contract	+/-	Open	High	Low	Close
Oct-16	11.90	515.30	528.10	515.30	525.00
Nov-16	7.00	498.70	505.50	495.00	500.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	2225	1079	6337	-35
Nov-16	2289	1034	5184	321

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	35	60
Oct-16		-25
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	0.41	33.48	33.84	33.33	33.79
15-Jan	0.40	33.76	34.13	33.61	34.06
15-Mar	0.43	34	34.36	33.88	34.34
15-May	0.39	34.16	34.52	34.02	34.47
15-July	0.39	34.33	34.67	34.33	34.65

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	58	2632	2697	2625	2681
15-Dec	47	2634	2683	2614	2660
15-Jan	35	2640	2687	2620	2658
15-Feb	26	2637	2683	2622	2657

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
14/10/2016	6.72	13048	4.19	15.13	66.70	3.18	97.85	50.96

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		15-Oct-16	14-Oct-16	
Refined Soybean Oil	Indore	660	645	15
	Indore (Soy Solvent Crude)	625	620	5
	Mumbai	670	660	10
	Mumbai (Soy Degum)	625	620	5
	Kandla/Mundra	640	640	Unch
	Kandla/Mundra (Soy Degum)	620	615	5
	Kolkata	640	640	Unch
	Delhi	670	660	10
	Nagpur	660	660	Unch
	Rajkot	640	635	5
	Kota	655	645	10
	Hyderabad	670	670	Unch
	Akola	699	695	4
	Amrawati	698	694	4
	Bundi	655	650	5
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	570	560	10
	Kandla (RBD Palm oil)	600	595	5
	Kandla RBD Pamolein	615	605	10
	Kakinada (Crude Palm Oil)	510	510	Unch
	Kakinada RBD Pamolein	570	565	5



	Haldia Pamolein	585	580	5
	Chennai RBD Pamolein	570	565	5
	KPT (krishna patnam) Pamolein	555	555	Unch
	Mumbai RBD Pamolein	590	588	2
	Delhi	660	650	10
	Rajkot	615	610	5
	Hyderabad	570	570	Unch
	Mangalore RBD Pamolein	570	565	5
	PFAD (Kandla)	470	460	10
	Refined Palm Stearin (Kandla)	510	485	25
Refined Sunflower Oil	Chennai	712	715	-3
	Mumbai	740	735	5
	Mumbai(Expeller Oil)	670	665	5
	Kandla (Ref.)	735	730	5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	703	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	735	740	-5
Groundnut Oil	Rajkot	1000	1000	Unch
	Chennai	1000	1000	Unch
	Delhi	980	980	Unch
	Hyderabad *	1020	1030	-10
	Mumbai	1100	1100	Unch
	Gondal	1000	1000	Unch
	Jamnagar	950	950	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	832	832	Unch
	Jaipur (Kacchi Ghani Oil)	878	871	7
	Kota (Expeller Oil)	810	810	Unch
	Kota (Kacchi Ghani Oil)	872	872	Unch
	Neewai (Expeller Oil)	835	830	5
	Neewai (Kacchi Ghani Oil)	855	852	3
	Bharatpur (Kacchi Ghani Oil)	880	880	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	830	830	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	860	Unch
	Mumbai (Expeller Oil)	830	830	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch



	New Delhi (Expeller Oil)	855	855	Unch
	Hapur (Expeller Oil)	Closed	880	-
	Hapur (Kacchi Ghani Oil)	Closed	960	-
	Agra (Kacchi Ghani Oil)	885	885	Unch
Refined Cottonseed Oil	Rajkot	725	725	Unch
	Hyderabad	670	670	Unch
	Mumbai	720	720	Unch
	New Delhi	690	680	10
Coconut Oil	Kangayan (Crude)	900	890	10
	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	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	685	680	5
	CNF India	695	685	10
Indonesia CPO USD/MT	FOB	665	658	7
	CNF India	695	680	15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	675	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	688	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1420	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	620	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	1375	-
Ukraine Origin CSFO USD/MT Kandla	CIF	835	825	10
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	815	-
Argentina FOB (\$/MT)		14-Oct-16	13-Oct-16	Change
Crude Soybean Oil Ship		776	765	11
Refined Soy Oil (Bulk) Ship		803	792	11
Sunflower Oil Ship		770	762	8
Cottonseed Oil Ship		756	745	11
Refined Linseed Oil (Bulk) Ship		796	785	11
* 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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