

**Domestic Fundamentals:**

- Edible oils witnessed firm sentiment at various market centers on Monday.
- 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. Production is expected to decline in October in Malaysia and Indonesia on lagged effect of El Nino. Fears of La Nina in November and December are expected to support prices in medium term. India unexpectedly lowered base import prices of CPO and RBD palmolein setting stage for improvement of imports from Malaysia which will support prices in medium term. However, exports for first 15 days of October suggest weak demand from China which was purchased less due to National Day holidays. Exports are expected to improve in rest of October from Malaysia.  
Demand of palm oil in medium term will depend upon the arrival of winter in India, China and EU.  
Prices are in range
- Soy oil prices have surged in CBOT due to lower crush of soybean which will lower stocks of soy oil in US. Crushers are still not crushing as they expect prices to fall and demand of soy meal is weak as buyers expect lower prices on record crops in US. Yields are reported to be very high in top producing states in US on harvest. USDA is expected to increase yield of soybean in November estimate which will further raise record crops.  
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.  
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 (SGS), Malaysia's October 1-15 palm oil exports fell 5.2 percent to 633,252 tons from 668,288 tons in corresponding period last month. Top buyers were European Union at 152,883 tons (92,930 tons), India at 126,024 tons (120,300 tons), China at 93,580 tons (125,060 tons), Pakistan at 18,750 tons (30,000 tons) and United States at 16,160 tons (13,335 tons). Values in brackets are figures of corresponding period last month.
- According to Solvent Extractors Association (SEA), India's September edible oil stocks at ports and pipelines rose 1.95 m-o-m at 20.90 lakh tons from 20.50 lakh tons in August 2016. Stocks of edible oil at ports rose to 860,000 tons compared 755,000 tons in August. Stocks of edible oil at ports were 860,000 tons (CPO 260,000 tons, RBD Palmolein 140,000 tons, Degummed Soybean Oil 375,000 tons, Crude Sunflower Oil 70,000 tons and 15,000 tons of Rapeseed (Canola) Oil) and about 1,230,000 tons in pipelines (stocks in pipelines were at 1,300,000 tons in August). India is presently holding 38 days of edible oil requirement on 1st October, 2016 at 20.90 lakh tons compared to 37 days of requirements last month. India's monthly edible oil requirement is 16.5 lakh tons.

**Outlook:** Edible oil basket is expected to feature firm soy, palm and rapeseed oil in the spot market, in near-term.

**NCDEX Soy Refined Oil:**

Contract	+/-	Open	High	Low	Close
Nov-16	2.70	668.80	677.00	666.60	668.60
Dec-16	3.45	681.95	681.95	673.10	675.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	50,520	19870	58620	2920
Dec-16	9,950	5190	49210	5900

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	-3.60	-10.30
Nov-16		6.70
Dec-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Oct-16	6.10	540.00	542.50	534.10	539.00
Nov-16	5.00	519.60	521.00	513.50	516.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	1306	-919	6124	-213
Nov-16	1434	-855	5399	215

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	36	59
Oct-16		-23
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	<b>0.68</b>	34.47	35.2	34.44	35.06
15-Jan	<b>0.67</b>	34.71	35.45	34.7	35.33
15-Mar	<b>0.61</b>	34.98	35.7	34.95	35.5
15-May	<b>0.63</b>	35.13	35.8	35.12	35.7
15-July	<b>0.61</b>	34.33	34.67	34.33	34.65

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	<b>100</b>	2748	2786	2748	2781
15-Dec	<b>111</b>	2747	2779	2733	2770
15-Jan	<b>111</b>	2736	2778	2732	2768
15-Feb	<b>111</b>	2735	2775	2729	2768

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/10/2016	6.737	13067	4.22	15.17	66.88	3.19	97.96	50.48

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Oct-16	15-Oct-16	
Refined Soybean Oil	Indore	665	660	<b>5</b>
	Indore (Soy Solvent Crude)	630	625	<b>5</b>
	Mumbai	680	670	<b>10</b>
	Mumbai (Soy Degum)	635	625	<b>10</b>
	Kandla/Mundra	655	640	<b>15</b>
	Kandla/Mundra (Soy Degum)	625	620	<b>5</b>
	Kolkata	650	640	<b>10</b>
	Delhi	680	670	<b>10</b>
	Nagpur	670	660	<b>10</b>
	Rajkot	660	640	<b>20</b>
	Kota	655	655	<b>Unch</b>
	Hyderabad	679	670	<b>9</b>
	Akola	705	699	<b>6</b>
	Amrawati	705	698	<b>7</b>
	Bundi	660	655	<b>5</b>
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	575	570	<b>5</b>
	Kandla (RBD Palm oil)	600	600	<b>Unch</b>
	Kandla RBD Pamolein	620	615	<b>5</b>
	Kakinada (Crude Palm Oil)	570	510	<b>60</b>
	Kakinada RBD Pamolein	585	570	<b>15</b>



	Haldia Pamolein	590	585	5
	Chennai RBD Pamolein	585	570	15
	KPT (krishna patnam) Pamolein	560	555	5
	Mumbai RBD Pamolein	600	590	10
	Delhi	660	660	Unch
	Rajkot	615	615	Unch
	Hyderabad	575	570	5
	Mangalore RBD Pamolein	585	570	15
	PFAD (Kandla)	480	470	10
	Refined Palm Stearin (Kandla)	520	510	10
Refined Sunflower Oil	Chennai	717	712	5
	Mumbai	740	740	Unch
	Mumbai(Expeller Oil)	675	670	5
	Kandla	740	735	5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	703	14
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	740	735	5
Groundnut Oil	Rajkot	1000	1000	Unch
	Chennai	1000	1000	Unch
	Delhi	980	980	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1100	1100	Unch
	Gondal	1000	1000	Unch
	Jamnagar	950	950	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	835	832	3
	Jaipur (Kacchi Ghani Oil)	878	878	Unch
	Kota (Expeller Oil)	810	810	Unch
	Kota (Kacchi Ghani Oil)	875	872	3
	Neewai (Expeller Oil)	835	835	Unch
	Neewai (Kacchi Ghani Oil)	855	855	Unch
	Bharatpur (Kacchi Ghani Oil)	900	880	20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	835	830	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	865	860	5
	Mumbai (Expeller Oil)	830	830	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch

	New Delhi (Expeller Oil)	855	855	Unch
	Hapur (Expeller Oil)	890	Closed	-
	Hapur (Kacchi Ghani Oil)	970	Closed	-
	Agra (Kacchi Ghani Oil)	905	885	20
Refined Cottonseed Oil	Rajkot	740	725	15
	Hyderabad	690	670	20
	Mumbai	730	720	10
	New Delhi	695	690	5
Coconut Oil	Kangayan (Crude)	910	900	10
	Cochin	790	790	Unch
	Trissur	930	920	10
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	520	490	30
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	695	685	10
	CNF India	710	695	15
Indonesia CPO USD/MT	FOB	685	665	20
	CNF India	710	695	15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	690	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	700	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1445	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	635	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	835	835	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	850	Closed	-
Argentina FOB (\$/MT)		15-Oct-16	14-Oct-16	Change
Crude Soybean Oil Ship		Closed	776	-
Refined Soy Oil (Bulk) Ship		Closed	803	-
Sunflower Oil Ship		Closed	770	-
Cottonseed Oil Ship		Closed	756	-
Refined Linseed Oil (Bulk) Ship		Closed	796	-
* 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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