



Domestic Fundamentals:

- Edible oils mostly featured steady tone on flat demand at various market centers on Saturday.
- Weak exports of palm oil from Malaysia are expected to adversely affect palm oil prices in near term. Exports for first 20 days of October showed that exports slowed by 12-13 percent. Export data suggest weak demand from India and China. China has purchased less due to National Day holidays. Demand from India is also weak as stocks are covered for festivals and new demand will arise when prices correct.
Rising production of palm from Indonesia is expected to pressurize markets in near term.
DALIAN RBD palmolein and CBOT soy oil is expected to underpin palm oil prices in near term.
Winter is expected to arrive early in North hemisphere which is expected to adversely affect demand of palm in medium term.
Palm oil prices are influenced by DALIAN RBD palmolein and CBOT soy oil. Production is expected to decline in October in Malaysia in October. Production is expected to rise in Indonesia in October. Both countries are struggling to raise production due to lagged effect of El Nino.
Weak ringgit is expected to support palm oil prices in near term. Prices are in range
- NOPA reported lower soy oil stocks in September in US on lower production of soy oil and higher usage. Recovery rate was also low. Stocks are just 1.5 percent higher than last September. Lower stocks of soy oil will support soy oil prices in near term. Crushers have increased their pace of crushing as soybean is arriving at steady pace as farmers run out of storage. Some crushers are running at full capacity. However, record supplies have flooded markets in US. Soy oil prices rose earlier in the week on expectation of lower soy oil global supply in 2016/17 on lower Argentina soybean crop. Supplies of soy oil have increased from Argentina.
Yields of soybean 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.
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 1-20 palm oil exports fell 12.1 percent to 806,458 tons compared to 917,288 tons in the corresponding period last month. Top buyers were European Union at 182,873 tons (160,055 tons), India at 157,224 tons (173,300 tons), China at 104,276 tons (150,460 tons), Pakistan at 37,770 tons (45,000 tons) and United States at 17,610 tons (25,335 tons). Values in brackets are figures of corresponding period last month.
- Argentina's 2016/17 soybean area is seen down at 20.4 million hectares. The soybean yield is expected 3% lower than the normal at 2.77 tons per hectares and eventually production is projected at 54.3 million tons.
- Paraguay's area under soybean is expected increase in 2016/17 due to favorable soy prices and expected better returns also production is forecast up at 8.6 million tons compared to 6.4 million tons last season.

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	-1.10	666.00	667.35	663.55	665.60
Dec-16	0.90	673.50	676.00	672.00	675.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	39,130	-17430	64870	870
Dec-16	9,200	-6370	52570	70

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	-5.60	-15.50
Nov-16		9.90
Dec-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Oct-16	-2.50	534.10	536.80	528.10	533.10
Nov-16	1.30	509.90	512.90	508.30	512.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-16	1860	584	5351	-478
Nov-16	1767	-1324	4408	-370

Vol-OI are taken at 5:05 PM

Spread	Oct-16	Nov-16
Basis	16.9	37.9
Oct-16		-21
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	-0.10	35.11	35.14	34.66	34.95
15-Jan	-0.08	35.35	35.37	34.95	35.24
15-Mar	-0.08	35.55	35.57	35.15	35.45
15-May	-0.08	35.67	35.73	35.36	35.62
15-July	-0.06	35.84	35.89	35.51	35.82

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	-5	2727	2751	2724	2759
15-Dec	6	2703	2740	2697	2728
15-Jan	6	2700	2735	2691	2724
15-Feb	7	2699	2731	2690	2721

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/10/2016	6.765	13059	4.18	15.177	66.88	3.147	98.51	50.91

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		22-Oct-16	21-Oct-16	
Refined Soybean Oil	Indore	660	660	Unch
	Indore (Soy Solvent Crude)	625	625	Unch
	Mumbai	680	680	Unch
	Mumbai (Soy Degum)	630	628	2
	Kandla/Mundra	655	655	Unch
	Kandla/Mundra (Soy Degum)	627	622	5
	Kolkata	650	650	Unch
	Delhi	675	675	Unch
	Nagpur	662	662	Unch
	Rajkot	650	650	Unch
	Kota	660	660	Unch
	Hyderabad	675	679	-4
	Akola	698	699	-1
	Amrawati	697	699	-2
	Bundi	662	660	2
	Jalna	710	710	Unch
	Alwar	NA	NA	-
	Solapur	711	711	Unch
	Dhule	708	708	Unch
Palm Oil	Kandla (Crude Palm Oil)	547	550	-3
	Kandla (RBD Palm oil)	590	595	-5
	Kandla RBD Pamolein	610	610	Unch
	Kakinada (Crude Palm Oil)	530	525	5
	Kakinada RBD Pamolein	575	575	Unch



	Haldia Pamolein	580	580	Unch
	Chennai RBD Pamolein	575	575	Unch
	KPT (krishna patnam) Pamolein	555	555	Unch
	Mumbai RBD Pamolein	585	590	-5
	Delhi	650	650	Unch
	Rajkot	595	600	-5
	Hyderabad	570	580	-10
	Mangalore RBD Pamolein	575	575	Unch
	PFAD (Kandla)	450	460	-10
	Refined Palm Stearin (Kandla)	510	510	Unch
Refined Sunflower Oil	Chennai	715	715	Unch
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	665	665	Unch
	Kandla (Ref.)	745	745	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	713	Unch
	Latur (Expeller Oil)	740	730	10
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	745	745	Unch
Groundnut Oil	Rajkot	850	850	Unch
	Chennai	960	960	Unch
	Delhi	950	950	Unch
	Hyderabad *	1000	950	50
	Mumbai	1000	1000	Unch
	Gondal	850	825	25
	Jamnagar	850	825	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	832	832	Unch
	Jaipur (Kacchi Ghani Oil)	873	875	-2
	Kota (Expeller Oil)	810	810	Unch
	Kota (Kacchi Ghani Oil)	872	872	Unch
	Neewai (Expeller Oil)	820	820	Unch
	Neewai (Kacchi Ghani Oil)	845	845	Unch
	Bharatpur (Kacchi Ghani Oil)	895	900	-5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	830	835	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	870	870	Unch
	Mumbai (Expeller Oil)	830	830	Unch
	Kolkata(Expeller Oil)	1010	1010	Unch



	New Delhi (Expeller Oil)	860	860	Unch
	Hapur (Expeller Oil)	Closed	880	-
	Hapur (Kacchi Ghani Oil)	Closed	930	-
	Agra (Kacchi Ghani Oil)	900	905	-5
Refined Cottonseed Oil	Rajkot	720	730	-10
	Hyderabad	690	695	-5
	Mumbai	735	735	Unch
	New Delhi	680	690	-10
Coconut Oil	Kangayan (Crude)	920	920	Unch
	Cochin	790	790	Unch
	Trissur	915	915	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	693	688	5
	CNF India	705	705	Unch
Indonesia CPO USD/MT	FOB	688	683	5
	CNF India	705	705	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	685	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	693	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1475	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	630	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	1390	-
Ukraine Origin CSFO USD/MT Kandla	CIF	830	840	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	843	-
Argentina FOB (\$/MT)		21-Oct-16	20-Oct-16	Change
Crude Soybean Oil Ship		790	788	2
Refined Soy Oil (Bulk) Ship		818	816	2
Sunflower Oil Ship		Unq	770	-
Cottonseed Oil Ship		770	768	2
Refined Linseed Oil (Bulk) Ship		810	808	2
* 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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