

**Domestic Fundamentals:**

- Edible oils mostly featured sideways to slightly weak sentiment at various market centers on Tuesday.
- Weak exports of palm oil from Malaysia to key destinations especially India and China will have capped gains of palm oil prices. Demand is not increasing from India and China as prices have shot to higher levels. Higher prices of palm oil products in both India and China has dented demand in medium term and if prices do not fall then demand will falter further.
DALIAN RBD palmolein and CBOT soy oil has surged last two weeks and is ripe for correction which will affect palm oil prices in near term. Weak supply edible oils in China due to lower imports of palm and other competitive oils have driven its domestic edible oil prices higher which in turn is influencing palm oil prices in near term. Additionally depreciation of Chinese Yuan has made palm oil costly for China.
Weak ringgit is expected to support palm oil prices in near term. Prices are in range
- Strong demand of soybean from US has supported soybean prices on CBOT in near term. Lower buying of China in last two months has resulted in aggressive buying from US. However, Brazil is providing competition to US cargoes as it is offering soybean at competitive rates and its soybean is considered better quality.
Harvest of US 87 percent complete indicating that there is time for complete harvest. Harvest slowed in some area of Midwest due to showers. Record crop is expected in US due to higher yields and USDA is expected to increase soybean crop further in November estimate.
Crushers have increased their pace of crushing as soybean is arriving at steady pace as farmers run out of storage. Stocks with crushers are increasing with each passing day indicating that prices of soy oil may correct. Demand of soy meal is low at present as market expects lower prices. Supplies of soy oil have increased from Argentina pushing basis to negative. Despite rise in prices on CBOT soy oil, CNF India is unchanged due to weak demand and higher supply from Argentina. Weak crude oil prices and strong dollar will underpin prices in near term. Prices are in a range.
- In the USDA crop report dated 1st November, 2016 soybean harvest in U.S. was reported at 87 percent of total area, up from 76 percent last week and above 85 percent (5-year average). In the corresponding period last year 91 percent of soybeans were harvested.
- According to U.S. Energy Information Administration (EIA), U.S. biodiesel production rose 1.43 percent in August to 142 million gallons compared to 142 million gallons in July. Soy oil contributed as the largest feedstock in August with 561 million lbs used compared to 536 million lbs used in July.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's October palm oil exports fell 5.1 percent to 1,295,576 tons compared to 1,365,517 tons in September. Top buyers were European Union at 307,685 tons (252,399 tons), India at 189,724 tons (266,080 tons), China at 178,711 tons (217,430 tons), Pakistan at 59,770 tons (61,175 tons) and United States at 41,270 tons (62,324 tons). Values in brackets are figures of last month.

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	-1.95	668.20	669.80	665.50	665.95
Dec-16	-2.40	674.30	676.45	671.40	671.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	14,320	-18860	42200	-2840
Dec-16	13,250	2130	51950	-590

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	9.05	3.10
Nov-16		5.95
Dec-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Nov-16	-1.40	515.90	523.00	512.40	513.50
Dec-16	-1.10	520.90	523.30	516.20	517.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	1415	-1265	5148	164
Dec-16	301	6	1727	27

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	14.5	10.6
Nov-16		3.9
Dec-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	-0.20	35.21	35.39	34.92	34.97
15-Jan	-0.20	35.39	35.6	35.13	35.19
15-Mar	-0.21	35.53	35.76	35.28	35.32
15-May	-0.20	35.69	35.89	35.42	35.49
15-July	-0.22	35.86	35.98	35.56	35.64

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	-14	2775	2775	2750	2740
15-Dec	-29	2782	2792	2735	2736
15-Jan	-31	2783	2792	2730	2732
15-Feb	-31	2776	2789	2727	2729

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
01/11/2016	6.77	13056	4.18	15.17	66.70	3.18	98.14	46.80

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		1-Nov-16	31-Oct-16	
Refined Soybean Oil	Indore	675	670	5
	Indore (Soy Solvent Crude)	640	640	Unch
	Mumbai	670	680	-10
	Mumbai (Soy Degum)	632	630	2
	Kandla/Mundra	665	665	Unch
	Kandla/Mundra (Soy Degum)	635	635	Unch
	Kolkata	660	660	Unch
	Delhi	Closed	Closed	-
	Nagpur	Closed	Closed	-
	Rajkot	Closed	Closed	-
	Kota	Closed	Closed	-
	Hyderabad	675	679	-4
	Akola	Closed	Closed	-
	Amrawati	Closed	Closed	-
	Bundi	675	Closed	-
	Jalna	Closed	Closed	-
	Alwar	NA	NA	-
	Solapur	Closed	Closed	-
	Dhule	Closed	Closed	-
Palm Oil	Kandla (Crude Palm Oil)	528	532	-4
	Kandla (RBD Palm oil)	560	575	-15
	Kandla RBD Pamolein	567	590	-23
	Kakinada (Crude Palm Oil)	525	530	-5
	Kakinada RBD Pamolein	572	578	-6



	Haldia Pamolein	575	585	-10
	Chennai RBD Pamolein	575	580	-5
	KPT (krishna patnam) Pamolein	557	565	-8
	Mumbai RBD Pamolein	572	575	-3
	Delhi	Closed	Closed	-
	Rajkot	Closed	Closed	-
	Hyderabad	584	584	Unch
	Mangalore RBD Pamolein	575	580	-5
	PFAD (Kandla)	445	445	Unch
	Refined Palm Stearin (Kandla)	510	510	Unch
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	670	670	Unch
	Kandla (Ref.)	750	750	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	722	Unch
	Latur (Expeller Oil)	740	740	Unch
	Chellakere (Expeller Oil)	665	660	5
	Erode (Expeller Oil)	740	745	-5
Groundnut Oil	Rajkot	Closed	Closed	-
	Chennai	860	860	Unch
	Delhi	Closed	Closed	-
	Hyderabad *	900	920	-20
	Mumbai	925	960	-35
	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	825	825	Unch
	Jaipur (Kacchi Ghani Oil)	859	859	Unch
	Kota (Expeller Oil)	Closed	Closed	-
	Kota (Kacchi Ghani Oil)	860	860	Unch
	Neewai (Expeller Oil)	790	Closed	-
	Neewai (Kacchi Ghani Oil)	825	Closed	-
	Bharatpur (Kacchi Ghani Oil)	890	890	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)	865	865	Unch
	Mumbai (Expeller Oil)	820	820	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch



	New Delhi (Expeller Oil)	Closed	Closed	-
	Hapur (Expeller Oil)	870	Closed	-
	Hapur (Kacchi Ghani Oil)	930	Closed	-
	Agra (Kacchi Ghani Oil)	895	895	Unch
Refined Cottonseed Oil	Rajkot	Closed	Closed	-
	Hyderabad	650	665	-15
	Mumbai	665	705	-40
	New Delhi	Closed	Closed	-
Coconut Oil	Kangayan (Crude)	955	930	25
	Cochin	790	790	Unch
	Trissur	960	950	10
Sesame Oil	New Delhi	Closed	Closed	-
	Mumbai	730	730	Unch
Kardi	Mumbai	820	830	-10
Rice Bran Oil (40%)	New Delhi	Closed	Closed	-
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	703	700	3
	CNF India	718	718	Unch
Indonesia CPO USD/MT	FOB	700	695	5
	CNF India	720	718	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	695	695	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	718	715	3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1680	1660	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	643	640	3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	830	840	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		31-Oct-16	28-Oct-16	Change
Crude Soybean Oil Ship		781	786	-5
Refined Soy Oil (Bulk) Ship		808	814	-6
Sunflower Oil Ship		Unq	765	-
Cottonseed Oil Ship		761	766	-5
Refined Linseed Oil (Bulk) Ship		801	806	-5
* 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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2016 Indian Agribusiness Systems Pvt Ltd.