



Domestic Fundamentals:

- Edible oils mostly featured weak sentiment at various market centers on Wednesday.
- 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
- Expectation of record crop in US and good planting in Brazil is expected to underpin prices of soybean complex in near term. Prices have strengthened despite expectation of record crop, with strong arrivals at crushers and elevators in US prices of soybean complex is expected to correct. Strong demand of soybean from US has supported soybean prices on CBOT in near term.
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 lower. 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	1.10	665.05	667.00	663.50	666.50
Dec-16	-1.05	668.50	671.10	657.70	670.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	23,530	9210	40310	-1890
Dec-16	22,430	9180	52690	740

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	3.50	-0.50
Nov-16		4.00
Dec-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Nov-16	3.30	512.20	517.50	509.20	516.90
Dec-16	2.00	515.30	520.10	513.70	519.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	2069	654	5215	67
Dec-16	443	142	1715	-12

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	12.1	9.5
Nov-16		2.6
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	-0.05	34.85	34.91	34.56	34.8
15-Jan	-0.07	35.08	35.13	34.8	35.02
15-Mar	-0.06	35.26	35.32	34.98	35.21
15-May	-0.04	35.41	35.47	35.15	35.39
15-July	-0.06	35.6	35.6	35.3	35.54

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	40	2760	2782	2760	2780
15-Dec	31	2720	2770	2716	2766
15-Jan	30	2720	2764	2712	2758
15-Feb	29	2715	2758	2709	2755

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
02/11/2016	6.76	13053	4.19	15.06	66.70	3.24	97.37	45.94

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		2-Nov-16	1-Nov-16	
Refined Soybean Oil	Indore	670	675	-5
	Indore (Soy Solvent Crude)	640	640	Unch
	Mumbai	670	670	Unch
	Mumbai (Soy Degum)	632	632	Unch
	Kandla/Mundra	665	665	Unch
	Kandla/Mundra (Soy Degum)	640	635	5
	Kolkata	660	660	Unch
	Delhi	705	Closed	-
	Nagpur	673	Closed	-
	Rajkot	Closed	Closed	-
	Kota	670	Closed	-
	Hyderabad	670	675	-5
	Akola	712	Closed	-
	Amrawati	713	Closed	-
	Bundi	675	675	Unch
	Jalna	718	Closed	-
	Alwar	NA	NA	-
	Solapur	719	Closed	-
	Dhule	716	Closed	-
Palm Oil	Kandla (Crude Palm Oil)	529	528	1
	Kandla (RBD Palm oil)	560	560	Unch
	Kandla RBD Pamolein	567	567	Unch
	Kakinada (Crude Palm Oil)	525	525	Unch
	Kakinada RBD Pamolein	570	572	-2



	Haldia Pamolein	570	575	-5
	Chennai RBD Pamolein	575	575	Unch
	KPT (krishna patnam) Pamolein	560	557	3
	Mumbai RBD Pamolein	577	572	5
	Delhi	625	Closed	-
	Rajkot	Closed	Closed	-
	Hyderabad	584	584	Unch
	Mangalore RBD Pamolein	575	575	Unch
	PFAD (Kandla)	445	445	Unch
	Refined Palm Stearin (Kandla)	510	510	Unch
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	730	735	-5
	Mumbai(Expeller Oil)	665	670	-5
	Kandla	740	750	-10
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	722	-5
	Latur (Expeller Oil)	740	740	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	Closed	Closed	-
	Chennai	860	860	Unch
	Delhi	900	Closed	-
	Hyderabad *	900	900	Unch
	Mumbai	925	925	Unch
	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	820	825	-5
	Jaipur (Kacchi Ghani Oil)	859	859	Unch
	Kota (Expeller Oil)	800	Closed	-
	Kota (Kacchi Ghani Oil)	850	860	-10
	Neewai (Expeller Oil)	825	790	35
	Neewai (Kacchi Ghani Oil)	845	825	20
	Bharatpur (Kacchi Ghani Oil)	890	890	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	825	830	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	865	-5
	Mumbai (Expeller Oil)	820	820	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch



	New Delhi (Expeller Oil)	830	Closed	-
	Hapur (Expeller Oil)	880	870	10
	Hapur (Kacchi Ghani Oil)	930	930	Unch
	Agra (Kacchi Ghani Oil)	895	895	Unch
Refined Cottonseed Oil	Rajkot	Closed	Closed	-
	Hyderabad	650	650	Unch
	Mumbai	665	665	Unch
	New Delhi	640	Closed	-
Coconut Oil	Kangayan (Crude)	945	955	-10
	Cochin	790	790	Unch
	Trissur	945	960	-15
Sesame Oil	New Delhi	700	Closed	-
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	470	Closed	-
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	695	703	-8
	CNF India	705	718	-13
Indonesia CPO USD/MT	FOB	685	700	-15
	CNF India	705	720	-15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	688	695	-7
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	710	718	-8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1620	1680	-60
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	635	643	-8
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1420	-
Ukraine Origin CSFO USD/MT Kandla	CIF	830	830	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		1-Nov-16	31-Oct-16	Change
Crude Soybean Oil Ship		779	781	-2
Refined Soy Oil (Bulk) Ship		806	808	-2
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		759	761	-2
Refined Linseed Oil (Bulk) Ship		799	801	-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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