



Domestic Fundamentals:

- Edible oils mostly featured mixed sentiment at various market centers on Friday.
- Expectation of higher end stocks of palm oil in Malaysia in October will underpin prices in near term. Agrwatch expects palm oil stocks will rise by less than market estimate of rise of 8.8 percent. Agrwatch estimates that production will be unchanged in October against forecast of 1.2 percent rise.
However, exports will rise in first ten days of November compared to corresponding period last month on stocking ahead of winters.
Expectation of lower rise in palm oil end stocks and recovery in demand in fag end of October has indicated that demand is not as weak as it was previously estimated. However, weak exports of palm oil from Malaysia will affect palm oil prices in near term. Lower demand from 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.
Announcement of B10 biodiesel mandate in Malaysia by December 1, 2016 will support palm oil prices in near term. With its implementation the total use in the mandate will be 7,500,000 tons palm oil every year. The plan is in books since early 2016 and has not been implemented due to technical constraints and may possibly go the same way if implantation with stakeholders are not implemented properly.
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 is 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. However, pace of farmer release has slowed in last some days. However, farmers have run out of storage and with last phase of harvesting, more soybeans are expected at crushers. Demand of soy meal is low at present as market expects lower prices.
Weak crude oil prices and strong dollar will underpin prices in near term. Prices are in a range.
- 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 and palm with firm rapeseed oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Nov-16	-2.40	669.00	670.50	666.20	667.25
Dec-16	-1.80	673.00	675.40	670.00	671.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	18,560	5350	31050	-3570
Dec-16	26,630	9960	62140	3320

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	2.75	-1.70
Nov-16		4.45
Dec-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Nov-16	-2.60	517.00	519.70	514.60	515.80
Dec-16	-3.90	520.50	521.70	516.00	516.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	1250	622	4872	-357
Dec-16	938	724	2216	520

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	14.2	13.5
Nov-16		0.7
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	-0.37	35.09	35.13	34.69	34.73
15-Jan	-0.37	35.33	35.39	34.95	34.99
15-Mar	-0.36	35.5	35.57	35.13	35.18
15-May	-0.41	35.65	35.66	35.29	35.29
15-July	-0.34	35.82	35.82	35.47	35.51

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	-40	2774	2782	2741	2743
15-Dec	-40	2761	2776	2734	2736
15-Jan	-34	2753	2766	2729	2731
15-Feb	-30	2742	2760	2726	2728

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/11/2016	6.755	13087	4.20	15.07	66.70	3.245	97.19	44.75

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Nov-16	3-Nov-16	
Refined Soybean Oil	Indore	670	670	Unch
	Indore (Soy Solvent Crude)	640	640	Unch
	Mumbai	670	670	Unch
	Mumbai (Soy Degum)	635	630	5
	Kandla/Mundra	670	665	5
	Kandla/Mundra (Soy Degum)	645	640	5
	Kolkata	680	670	10
	Delhi	710	710	Unch
	Nagpur	664	666	-2
	Rajkot	Closed	Closed	-
	Kota	670	670	Unch
	Hyderabad	670	670	Unch
	Akola	705	706	-1
	Amrawati	704	705	-1
	Bundi	675	675	Unch
	Jalna	710	712	-2
	Alwar	NA	NA	-
	Solapur	713	713	Unch
	Dhule	710	710	Unch
Palm Oil	Kandla (Crude Palm Oil)	530	528	2
	Kandla (RBD Palm oil)	550	540	10
	Kandla RBD Pamolein	570	570	Unch
	Kakinada (Crude Palm Oil)	525	525	Unch
	Kakinada RBD Pamolein	570	565	5



	Haldia Pamolein	580	580	Unch
	Chennai RBD Pamolein	575	570	5
	KPT (krishna patnam) Pamolein	555	555	Unch
	Mumbai RBD Pamolein	565	565	Unch
	Delhi	620	620	Unch
	Rajkot	Closed	Closed	-
	Hyderabad	584	584	Unch
	Mangalore RBD Pamolein	575	570	5
	PFAD (Kandla)	445	440	5
	Refined Palm Stearin (Kandla)	510	495	15
Refined Sunflower Oil	Chennai	715	720	-5
	Mumbai	730	730	Unch
	Mumbai(Expeller Oil)	660	665	-5
	Kandla	745	740	5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	717	Unch
	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	900	Unch
	Hyderabad *	920	900	20
	Mumbai	925	925	Unch
	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	830	835	-5
	Jaipur (Kacchi Ghani Oil)	871	865	6
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	862	860	2
	Neewai (Expeller Oil)	825	825	Unch
	Neewai (Kacchi Ghani Oil)	845	845	Unch
	Bharatpur (Kacchi Ghani Oil)	890	890	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	820	820	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	862	-2
	Mumbai (Expeller Oil)	820	820	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch



	New Delhi (Expeller Oil)	831	831	Unch
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	930	930	Unch
	Agra (Kacchi Ghani Oil)	895	895	Unch
Refined Cottonseed Oil	Rajkot	Closed	Closed	-
	Hyderabad	645	645	Unch
	Mumbai	665	665	Unch
	New Delhi	640	640	Unch
Coconut Oil	Kangayan (Crude)	945	945	Unch
	Cochin	790	790	Unch
	Trissur	945	945	Unch
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	485	485	Unch
Rice Bran Oil (4%)	Punjab	610	600	10
Rice Bran Oil (4%)	Uttar Pradesh	610	600	10
Malaysia Palmolein USD/MT	FOB	700	700	Unch
	CNF India	715	710	5
Indonesia CPO USD/MT	FOB	695	693	2
	CNF India	715	710	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	695	693	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	713	713	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1620	1620	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	640	638	2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1495	-
Ukraine Origin CSFO USD/MT Kandla	CIF	820	833	-13
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		3-Nov-16	2-Nov-16	Change
Crude Soybean Oil Ship		788	785	3
Refined Soy Oil (Bulk) Ship		816	812	4
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		768	765	3
Refined Linseed Oil (Bulk) Ship		808	805	3
* 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.