

Domestic Fundamentals:

- Firm sentiment featured in the various edible oils at various market centers on Thursday.
- U.S. Environmental Protection Agency (EPA) increased US biodiesel production target by 6.5 percent in 2017 to 19.28 billion gallons compared to previous mandate of 18.11 billion gallons. Conventional biodiesel use is raised to 15 billion gallons which is mainly corn based biodiesel. Rest 4.28 billion gallons is set for advanced biodiesel mandate where soy oil is the major contributor. This step will decrease soy oil end stocks in US.
- Palm oil is rising on support from competitive oil like DALIAN soy oil, DALIAN palm oil and CBOT soy oil in near term. Ringgit is providing further support. Recent run-up in palm oil is primarily contributed by competitive oils and expectation of lower production in Malaysia. Chinese markets are supporting palm oil prices as rise in prices in China will compound to higher demand from Malaysia.
Exports of palm oil recovered from 15-20 November on higher sales to China and EU. China has stated stocking ahead of Chinese New Year to replenish their stock.
Aggressive pricing by Malaysia RBD palmolein compared to Indonesia CPO is supporting palm oil prices in medium term. Prices of CPO and RBD palmolein are offered at parity in Malaysia and Indonesia. Even at India CNF prices of CPO and RBD palmolein is at parity. However, palm oil production is expected to increase in Indonesia in October. If demand improves then prices are heading for new high in 2016. Prices surged recently on lower production in Malaysia and lower rise in end stocks of palm oil in Malaysia. Production weakened of lagged effect of El Nino.
Demand from India remain wildcard as demonetization has stoked supply fears in India supporting prices domestically as forward shipments are cancelled. Palm oil prices are in a range.
- Increase in volume biodiesel production in 2017 in US supported soy oil prices. Soy oil is major contributor to advanced biodiesel production. Higher requirements of soy oil in production of biodiesel in US will decrease stocks of soy oil in 2017 and support prices.
Higher demand of soybean from China especially from US has supported soybean complex prices in near term. Lower stocks of soy oil in US as reported by NOPA in October have supported soy oil prices in near term.
Crude oil is providing support to soy oil prices in near term.
Crush is progressing in full swing in US due to higher crush margins and higher demand of soy meal in US.
Record soybean production in US coupled with record crop in Brazil has underpinned soy oil prices in near term.
Planting area of soybean is expected lower in 2016/17. Planting of soybean crop in Argentina is delayed due to wet conditions. However, higher yields will increase the total production of soybean than previous estimate.
India's soy oil prices are firm due to higher demand and lower supply while palm oil is higher on supply fears.

Outlook: Edible oil basket is expected to feature steady to firm bias in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Dec-16	8.05	685.65	713.40	685.65	708.90
Jan-16	7.05	685.70	713.80	685.70	709.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	42,010	32940	49840	1520
Jan-16	18,810	17170	30860	5390

Vol-OI are taken at 5:05 PM

Spread	Dec-16	Jan-16
Basis	-18.90	-19.00
Dec-16		0.10
Jan-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Nov-16	-0.70	555.10	556.00	550.00	551.60
Dec-16	1.20	555.00	557.50	550.60	552.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	580	-356	1208	-1264
Dec-16	1738	1373	4547	3134

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	8.4	7.6
Nov-16		0.8
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					
15-Jan					
15-Mar					
15-May					
15-July					

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	52	3019	3028	2990	3010
15-Jan	48	3087	3100	2986	3004
15-Feb	51	3090	3098	2983	3004
15-Mar	55	3070	3075	2970	2986

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
24/11/2016	6.917	13534	4.455	15.546	68.75	3.29	101.57	48.06

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		24-Nov-16	23-Nov-16	
Refined Soybean Oil	Indore	690	690	Unch
	Indore (Soy Solvent Crude)	665	665	Unch
	Mumbai	680	680	Unch
	Mumbai (Soy Degum)	660	645	15
	Kandla/Mundra	695	685	10
	Kandla/Mundra (Soy Degum)	670	657	13
	Kolkata	695	687	8
	Delhi	720	705	15
	Nagpur	706	687	19
	Rajkot	700	686	14
	Kota	712	700	12
	Hyderabad	679	679	Unch
	Akola	746	726	20
	Amrawati	745	725	20
	Bundi	711	700	11
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	560	548	12
	Kandla (RBD Palm oil)	567	557	10
	Kandla RBD Pamolein	600	590	10
	Kakinada (Crude Palm Oil)	555	540	15
	Kakinada RBD Pamolein	600	590	10



	Haldia Pamolein	605	600	5
	Chennai RBD Pamolein	610	597	13
	KPT (krishna patnam) Pamolein	590	580	10
	Mumbai RBD Pamolein	612	600	12
	Delhi	625	610	15
	Rajkot	600	572	28
	Hyderabad	608	603	5
	Mangalore RBD Pamolein	610	597	13
	PFAD (Kandla)	457	457	Unch
	Refined Palm Stearin (Kandla)	502	502	Unch
Refined Sunflower Oil	Chennai	715	715	Unch
	Mumbai	740	735	5
	Mumbai(Expeller Oil)	675	665	10
	Kandla (Ref.)	740	735	5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	713	4
	Latur (Expeller Oil)	NA	NA	-
	Chellakere (Expeller Oil)	660	655	5
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	950	950	Unch
	Chennai	920	920	Unch
	Delhi	930	930	Unch
	Hyderabad *	950	940	10
	Mumbai	1040	1040	Unch
	Gondal	950	950	Unch
	Jamnagar	950	950	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	835	835	Unch
	Jaipur (Kacchi Ghani Oil)	888	878	10
	Kota (Expeller Oil)	830	830	Unch
	Kota (Kacchi Ghani Oil)	870	870	Unch
	Neewai (Expeller Oil)	827	827	Unch
	Neewai (Kacchi Ghani Oil)	857	857	Unch
	Bharatpur (Kacchi Ghani Oil)	900	900	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	825	825	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	860	Unch
	Mumbai (Expeller Oil)	840	840	Unch
	Kolkata(Expeller Oil)	1020	1020	Unch



	New Delhi (Expeller Oil)	865	860	5
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	905	905	Unch
Refined Cottonseed Oil	Rajkot	670	670	Unch
	Hyderabad	650	655	-5
	Mumbai	675	675	Unch
	New Delhi	670	670	Unch
Coconut Oil	Kangayan (Crude)	950	950	Unch
	Cochin	800	800	Unch
	Trissur	990	980	10
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	495	495	Unch
Rice Bran Oil (4%)	Punjab	610	610	Unch
Rice Bran Oil (4%)	Uttar Pradesh	610	610	Unch
Malaysia Palmolein USD/MT	FOB	728	713	15
	CNF India	750	738	12
Indonesia CPO USD/MT	FOB	725	710	15
	CNF India	750	738	12
RBD Palm oil (Malaysia Origin USD/MT)	FOB	720	708	12
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	723	718	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1680	1650	30
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	663	658	5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1550	-
Ukraine Origin CSFO USD/MT Kandla	CIF	840	817	23
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		23-Nov-16	22-Nov-16	Change
Crude Soybean Oil Ship		830	789	41
Refined Soy Oil (Bulk) Ship		859	817	42
Sunflower Oil Ship		765	765	Unch
Cottonseed Oil Ship		810	769	41
Refined Linseed Oil (Bulk) Ship		Unq	809	-
* 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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