

**Domestic Fundamentals:**

- Firm sentiments featured in the various edible oils at various market centers on Monday.
- Weak ringgit and fears of fall in production of palm oil in Malaysia is supporting palm oil prices. Palm oil is rising on support from competitive oil like DALIAN soy oil, DALIAN palm oil and CBOT soy oil in near term. 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 export demand from Malaysia. Exports of palm oil are still weak on lower exports to India. Exports have improved to China from Malaysia as stocking has started ahead of Chinese New Year to replenish their stock. Aggressive pricing by Malaysia RBD palmolein compared to Indonesia CPO is expected to support 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 which is capping price gains. 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 has weakened on low demand due to higher prices of palm oil and 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 weaker rate compared to corresponding period in US due to weak soy meal demand in US. Record soybean production in US coupled with record soybean crop planting in Brazil has underpinned soy oil prices in near term. Planting of soybean crop in Argentina is delayed due to wet conditions. Planting area of soybean is expected to be slightly lower in 2016/17. 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.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's November 1-25 palm oil exports fell 10.3 percent to 895,077 tons compared to 998,101 tons in corresponding period last month. Top buyers were European Union at 189,595 tons (268,200 tons), China at 170,155 tons (125,376 tons), India at 57,910 tons (157,224 tons), United States at 47,786 tons (21,910 tons) and Pakistan at 12,000 tons (47,770 tons). Values in brackets are figures of corresponding period last month.

**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	9.40	713.70	721.20	713.00	719.20
Jan-16	10.30	714.95	724.00	714.95	721.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	25,400	11320	47480	-630
Jan-16	17,010	10640	37840	5080

Vol-OI are taken at 5:05 PM

Spread	Dec-16	Jan-16
Basis	-4.20	-6.10
Dec-16		1.90
Jan-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Nov-16	7.40	552.50	557.30	552.00	556.00
Dec-16	5.70	553.10	556.90	552.30	555.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-16	1176	-166	5436	443
Dec-16	256	-195	1098	50

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	-4.0	-3.2
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	0.40	36.59	37.34	36.56	37.06
15-Jan	0.39	36.85	37.63	36.85	37.33
15-Mar	0.39	37.14	37.89	37.12	37.59
15-May	0.40	37.26	38.03	37.23	37.72
15-July	0.34	37.43	38.09	37.4	37.78

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	42	3062	3085	3062	3084
15-Jan	51	3047	3088	3047	3085
15-Feb	44	3047	3079	3032	3077
15-Mar	42	3033	3065	3029	3024

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/11/2016	6.91	13535	4.45	15.54	68.46	3.39	101.16	45.97

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Nov-16	26-Nov-16	
Refined Soybean Oil	Indore	715	690	25
	Indore (Soy Solvent Crude)	690	660	30
	Mumbai	710	675	35
	Mumbai (Soy Degum)	665	660	5
	Kandla/Mundra	710	695	15
	Kandla/Mundra (Soy Degum)	676	665	11
	Kolkata	705	695	10
	Delhi	730	720	10
	Nagpur	NA	700	-
	Rajkot	705	700	5
	Kota	715	712	3
	Hyderabad	684	684	Unch
	Akola	NA	740	-
	Amrawati	NA	748	-
	Bundi	715	712	3
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	557	552	5
	Kandla (RBD Palm oil)	585	570	15
	Kandla RBD Pamolein	605	595	10
	Kakinada (Crude Palm Oil)	550	550	Unch
	Kakinada RBD Pamolein	600	595	5



	Haldia Pamolein	610	600	10
	Chennai RBD Pamolein	610	605	5
	KPT (krishna patnam) Pamolein	595	590	5
	Mumbai RBD Pamolein	602	600	2
	Delhi	620	615	5
	Rajkot	585	582	3
	Hyderabad	618	618	Unch
	Mangalore RBD Pamolein	610	605	5
	PFAD (Kandla)	460	455	5
	Refined Palm Stearin (Kandla)	510	515	-5
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	740	735	5
	Mumbai(Expeller Oil)	675	667	8
	Kandla (Ref.)	750	740	10
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	712	10
	Latur (Expeller Oil)	730	725	5
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	950	950	Unch
	Chennai	930	930	Unch
	Delhi	960	930	30
	Hyderabad *	960	960	Unch
	Mumbai	1020	1010	10
	Gondal	975	950	25
	Jamnagar	975	950	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	835	835	Unch
	Jaipur (Kacchi Ghani Oil)	888	885	3
	Kota (Expeller Oil)	840	830	10
	Kota (Kacchi Ghani Oil)	870	870	Unch
	Neewai (Expeller Oil)	840	830	10
	Neewai (Kacchi Ghani Oil)	865	867	-2
	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)	810	820	-10
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	905	905	Unch
Refined Cottonseed Oil	Rajkot	685	680	5
	Hyderabad	660	670	-10
	Mumbai	680	670	10
	New Delhi	670	670	Unch
Coconut Oil	Kangayan (Crude)	982	975	7
	Cochin	800	800	Unch
	Trissur	1010	1010	Unch
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	730	728	2
	CNF India	750	748	2
Indonesia CPO USD/MT	FOB	730	730	Unch
	CNF India	750	748	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	725	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	733	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1685	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	673	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	840	840	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		26-Nov-16	25-Nov-16	Change
Crude Soybean Oil Ship		Unq	830	-
Refined Soy Oil (Bulk) Ship		Unq	859	-
Sunflower Oil Ship		Unq	770	-
Cottonseed Oil Ship		Unq	810	-
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* 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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