

Domestic Fundamentals:

- Sideways to weak sentiment featured in the various edible oils at various market centers on Thursday.
- Palm oil prices are correcting after stretching to multiyear highs as markets were moving away from fundamentals. However, palm oil is in track of climbing to recent highs and any correction is opportunity to buy. Correction has come to market on back of weak Chinese markets and CBOT soy oil.
Markets are expected to touch fresh highs on support from competitive oils, weak ringgit, weak production of palm oil in Malaysia and higher crude oil prices.
Production of palm oil will be adversely affected by lagged effect of El Nino. It will take time for production to normalize. Palm oil is seen rising due to competitive oil like DALIAN soy oil, DALIAN RBD palmolein and CBOT soy oil in near term.
Wet season in Malaysia will support palm oil prices due to delayed harvest, crushing and transportation.
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.
Palm oil end stocks in Malaysia will show lower rise in November than previously expected, mostly due to lower production. Palm oil prices are in a range.
- Increase of soy oil based biodiesel in Argentina and higher exports of biodiesel to EU on lifting of anti dumping duty will support palm oil prices. However, US president elect appointment has sparked concerns as he is seen friendly to oil and gas sector which may impact soy oil based biodiesel production and may underpin prices. Soy oil is major contributor to advanced biodiesel production.
Lower stocks of soy oil in US as reported by NOPA in October have supported 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.
Crude oil will provide support to soy oil prices in near term. Prices are in a range with upward bias.
In domestic market soy oil demand is firm and soy oil markets are stretched while palm oil demand is weak.
- According to China General Administration of Customs (CNGOIC), China's edible vegetable oil imports rose 64.5 percent in November at 5.1 LT compared to 3.1 LT in October. Imports fell 12.1 percent to 5.8 in LT compared to November 2015. Year to date imports were lower 20.5 percent to 47.6 LT compared to corresponding period in 2015.
- Argentina's soybean planting is 57.6 percent (11.29 million hectares) complete of the 19.6 million hectares projected to be planted with soybean in 2016/17. The planting is higher by 11.6% from the corresponding period last year. Further, the weather is favorable for the soybean after recent rainfall which has increased the soil moisture, reported by Buenos Aires Grains Exchange.

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	-6.95	732.20	732.20	727.50	728.55
Jan-16	-6.55	730.00	731.00	726.30	728.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	10,630	-3850	15180	-5040
Jan-16	19,120	-6510	56950	-1160

Vol-OI are taken at 5:05 PM

Spread	Dec-16	Jan-16
Basis	11.45	12.00
Dec-16		-0.55
Jan-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-7.30	567.30	568.50	563.10	563.50
Jan-16	-7.00	566.30	567.70	562.10	562.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	1766	739	4998	37
Jan-16	676	-244	2107	-24

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	5.5	6.1
Dec-16		-0.6
Jan-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	-0.33	37.63	37.63	37.29	37.39
15-Jan	-0.31	37.8	37.81	37.41	37.62
15-Mar	-0.31	38.01	38.07	37.69	37.9
15-May	-0.30	38.11	38.11	37.84	38.03
15-July	-0.31	38.09	38.14	37.89	38.1

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	-20	3180	3180	3180	3168
15-Jan	-30	3131	3140	3122	3123
15-Feb	-27	3112	3129	3108	3113
15-Mar	-27	3089	3101	3082	3087

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
08/12/2016	6.88	13299	4.43	15.99	67.36	3.39	99.90	50.19

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		8-Dec-16	7-Dec-16	
Refined Soybean Oil	Indore	740	740	Unch
	Indore (Soy Solvent Crude)	708	705	3
	Mumbai	735	740	-5
	Mumbai (Soy Degum)	685	698	-13
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	708	710	-2
	Kolkata	735	735	Unch
	Delhi	780	775	5
	Nagpur	721	724	-3
	Rajkot	735	735	Unch
	Kota	745	750	-5
	Hyderabad	713	713	Unch
	Akola	760	764	-4
	Amrawati	760	763	-3
	Bundi	747	752	-5
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	569	570	-1
	Kandla (RBD Palm oil)	590	590	Unch
	Kandla RBD Pamolein	615	615	Unch
	Kakinada (Crude Palm Oil)	565	565	Unch
	Kakinada RBD Pamolein	615	615	Unch

	Haldia Pamolein	610	610	Unch
	Chennai RBD Pamolein	620	620	Unch
	KPT (krishna patnam) Pamolein	610	610	Unch
	Mumbai RBD Pamolein	620	625	-5
	Delhi	635	635	Unch
	Rajkot	610	610	Unch
	Hyderabad	627	627	Unch
	Mangalore RBD Pamolein	620	620	Unch
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	540	540	Unch
Refined Sunflower Oil	Chennai	Closed	Closed	-
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	672	675	-3
	Kandla (Ref.)	755	755	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	732	732	Unch
	Latur (Expeller Oil)	730	725	5
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	925	950	-25
	Chennai	Closed	Closed	-
	Delhi	960	940	20
	Hyderabad *	1000	1000	Unch
	Mumbai	1020	1020	Unch
	Gondal	930	950	-20
	Jamnagar	950	950	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	840	845	-5
	Jaipur (Kacchi Ghani Oil)	878	881	-3
	Kota (Expeller Oil)	830	840	-10
	Kota (Kacchi Ghani Oil)	875	882	-7
	Neewai (Expeller Oil)	825	850	-25
	Neewai (Kacchi Ghani Oil)	850	870	-20
	Bharatpur (Kacchi Ghani Oil)	900	900	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	840	845	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	880	885	-5
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1030	1030	Unch



	New Delhi (Expeller Oil)	825	845	-20
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	905	910	-5
Refined Cottonseed Oil	Rajkot	710	725	-15
	Hyderabad	695	695	Unch
	Mumbai	700	708	-8
	New Delhi	695	675	20
Coconut Oil	Kangayan (Crude)	1000	1000	Unch
	Cochin	865	865	Unch
	Trissur	1050	1040	10
Sesame Oil	New Delhi	750	750	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	610	Unch
Rice Bran Oil (4%)	Uttar Pradesh	610	610	Unch
Malaysia Palmolein USD/MT	FOB	745	750	-5
	CNF India	773	775	-2
Indonesia CPO USD/MT	FOB	750	758	-8
	CNF India	773	775	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	748	753	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	755	760	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1765	1770	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	690	695	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1660	-
Ukraine Origin CSFO USD/MT Kandla	CIF	853	845	8
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		7-Dec-16	6-Dec-16	Change
Crude Soybean Oil Ship		856	855	1
Refined Soy Oil (Bulk) Ship		886	885	1
Sunflower Oil Ship		770	770	Unch
Cottonseed Oil Ship		836	835	1
Refined Linseed Oil (Bulk) Ship		876	875	1
* 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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