



Domestic Fundamentals:

- Mostly sideways to firm sentiment featured in the various edible oils at various market centers on Monday.
- USDA reported lower imports to the tune of 3.8 MMT from 4.0 MMT in 2016/17 on higher domestic crop.
- Palm oil prices are expected to fall on lower exports from Malaysia in first 10 days of December which was lower by 8.3 in the corresponding period. Palm oil prices are correcting after stretching to multiyear highs as markets were moving away from fundamentals. Demand firmed from India. Demand from China weakened. Higher prices are denting demand.
Demand tends to weaken on winters and prices fall on seasonal downtrend of prices. Correction has come to market on back of weak Chinese markets and CBOT soy oil.
Production is expected to remain weak in until March on lagged effect of El Nino.
End stocks of palm oil are expected to climb in November. However, rise will be limited on lower palm oil production.
Palm oil is seen falling due to competitive oil like DALIAN soy oil, DALIAN RBD palmolein and CBOT soy oil in near term on negative news of biodiesel from US and clampdown on speculative activity in China.
Aggressive pricing by Malaysia RBD palmolein compared to Indonesia CPO is expected to support palm oil prices in medium term. Weak ringgit is expected to support palm oil prices in medium term.
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 soy oil prices. Moreover, dry weather in parts of Argentina has supported prices in near term. Brazil has reported fast planting in this season. USDA kept unchanged Brazil soybean forecast.
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.
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.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's December 1-10 palm oil exports fell 8.3 percent to 325,509 tons compared to 355,065 tons in corresponding period last month. Top buyers were European Union at 110,009 tons (92,750 tons), India & subcontinent at 79,650 tons (8,300 tons) and China at 34,525 tons (45,500 tons). Values in brackets are figures of corresponding period last month.
- Brazil's 2016/17 soybean planting stood at 95% which up from 93% during the corresponding period last year and 90% from previous week, reported by AgRural consultancy. The sowing is 98% complete in the Brazil's Midwest, up from 93% last week. Further, the Brazil's 2016/17 soybean production is forecast at 101.18 million tonnes vs 100.4 million tonnes projected earlier.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Dec-16	-1.60	725.75	726.90	721.00	722.50
Jan-16	-2.75	722.10	726.00	718.10	720.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	6,500	-4130	12520	-2660
Jan-16	24,200	5080	56030	-920

Vol-OI are taken at 5:05 PM

Spread	Dec-16	Jan-16
Basis	15.50	17.40
Dec-16		-1.90
Jan-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	1.60	557.50	563.50	554.20	559.10
Jan-16	1.70	555.10	562.60	553.00	558.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	1722	-44	4418	-580
Jan-16	991	315	2117	10

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	8.9	9.8
Dec-16		-0.9
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	0.14	36.9	36.95	36.88	36.88
15-Jan	0.14	37.18	37.45	36.99	37.08
15-Mar	0.17	37.44	37.72	37.27	37.38
15-May	0.15	37.53	37.87	37.49	37.52
15-July	0.15	37.6	37.96	37.6	37.65

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	-39	3149	3155	3120	3168
15-Jan	-42	3089	3117	3068	3123
15-Feb	-43	3078	3106	3056	3113
15-Mar	-39	3057	3079	3035	3087

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/12/2016	6.91	13333	4.41	15.99	67.45	3.38	101.26	53.71

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Dec-16	10-Dec-16	
Refined Soybean Oil	Indore	730	730	Unch
	Indore (Soy Solvent Crude)	700	695	5
	Mumbai	735	735	Unch
	Mumbai (Soy Degum)	685	685	Unch
	Kandla/Mundra	735	730	5
	Kandla/Mundra (Soy Degum)	700	700	Unch
	Kolkata	735	735	Unch
	Delhi	775	775	Unch
	Nagpur	724	724	Unch
	Rajkot	730	725	5
	Kota	735	735	Unch
	Hyderabad	703	703	Unch
	Akola	762	762	Unch
	Amrawati	762	762	Unch
	Bundi	740	740	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	567	564	3
	Kandla (RBD Palm oil)	590	585	5
	Kandla RBD Pamolein	605	605	Unch
	Kakinada (Crude Palm Oil)	565	565	Unch
	Kakinada RBD Pamolein	605	605	Unch



	Haldia Pamolein	600	600	Unch
	Chennai RBD Pamolein	610	610	Unch
	KPT (krishna patnam) Pamolein	600	600	Unch
	Mumbai RBD Pamolein	625	620	5
	Delhi	630	640	-10
	Rajkot	610	615	-5
	Hyderabad	627	627	Unch
	Mangalore RBD Pamolein	610	610	Unch
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	560	560	Unch
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	745	740	5
	Mumbai(Expeller Oil)	675	675	Unch
	Kandla (Ref.)	755	755	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	727	727	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	750	750	Unch
Groundnut Oil	Rajkot	925	925	Unch
	Chennai	960	960	Unch
	Delhi	950	950	Unch
	Hyderabad *	1020	1000	20
	Mumbai	1000	1020	-20
	Gondal	925	925	Unch
	Jamnagar	925	925	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	830	830	Unch
	Jaipur (Kacchi Ghani Oil)	863	863	Unch
	Kota (Expeller Oil)	800	830	-30
	Kota (Kacchi Ghani Oil)	865	865	Unch
	Neewai (Expeller Oil)	825	820	5
	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)	865	865	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1030	1030	Unch



	New Delhi (Expeller Oil)	850	840	10
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	900	900	Unch
Refined Cottonseed Oil	Rajkot	695	695	Unch
	Hyderabad	690	690	Unch
	Mumbai	705	705	Unch
	New Delhi	690	690	Unch
Coconut Oil	Kangayan (Crude)	1020	990	30
	Cochin	890	880	10
	Trissur	1050	1050	Unch
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	Closed	740	-
	CNF India	775	760	15
Indonesia CPO USD/MT	FOB	Closed	740	-
	CNF India	775	760	15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	840	840	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		10-Dec-16	9-Dec-16	Change
Crude Soybean Oil Ship		Closed	856	-
Refined Soy Oil (Bulk) Ship		Closed	886	-
Sunflower Oil Ship		Closed	770	-
Cottonseed Oil Ship		Closed	836	-
Refined Linseed Oil (Bulk) Ship		Closed	876	-
* 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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