

**Domestic Fundamentals:**

- Mostly weak sentiment featured in the various edible oils at various market centers on Tuesday.
- End stocks of palm oil are expected to climb in November. However, rise will be limited on lower palm oil production, according to Agriwatch.  
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. 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.  
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 Indonesia Palm Oil Association (GAPKI), Indonesia's October palm oil production rose 6.5 percent to 3.55 MMT from 3.33 MMT in September. End stocks of palm oil in October marginally rose to 2.18 MMT from 2.17 MMT in September.
- According to Indonesia Palm Oil Association (GAPKI), Indonesia's October palm oil exports rose 34 percent including biodiesel and oleochemical to 2.54 MMT from 1.89 MMT in September.
- 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.

**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
Jan-16	0.85	719.50	722.60	717.50	721.65
Feb-16	0.70	718.20	720.50	715.30	719.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	13,750	-10450	59350	3320
Feb-16	1,470	70	24590	290

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	8.35	10.10
Jan-16		-1.75
Feb-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Dec-16	0.50	558.60	564.10	557.60	561.20
Jan-16	0.50	558.00	561.60	556.40	559.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	304	-1418	2151	-2267
Jan-16	204	-787	1354	-763

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	6.8	8.2
Dec-16		-1.4
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-Jan	-0.03	36.98	37.1	36.73	36.94
15-Mar	-0.03	37.18	37.36	37	37.21
15-May	-0.06	37.4	37.47	37.17	37.34
15-July	-0.04	37.6	37.6	37.31	37.51
15-Aug	0.03	37.28	37.46	37.28	37.46

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	88	3200	3212	3200	3160
15-Jan	41	3072	3119	3067	3115
15-Feb	30	3073	3102	3051	3098
15-Mar	25	3047	3077	3031	3037

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
13/12/2016	6.90	13310	4.435	16.02	67.53	3.35	101.14	53.16

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		13-Dec-16	12-Dec-16	
Refined Soybean Oil	Indore	730	730	Unch
	Indore (Soy Solvent Crude)	695	700	-5
	Mumbai	735	735	Unch
	Mumbai (Soy Degum)	685	685	Unch
	Kandla/Mundra	730	735	-5
	Kandla/Mundra (Soy Degum)	700	700	Unch
	Kolkata	735	735	Unch
	Delhi	775	775	Unch
	Nagpur	725	724	1
	Rajkot	725	730	-5
	Kota	740	735	5
	Hyderabad	713	703	10
	Akola	763	762	1
	Amrawati	764	762	2
	Bundi	742	740	2
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	568	567	1
	Kandla (RBD Palm oil)	590	590	Unch
	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	620	625	-5
	Delhi	630	630	Unch
	Rajkot	610	610	Unch
	Hyderabad	622	627	-5
	Mangalore RBD Pamolein	610	610	Unch
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	540	560	-20
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	740	745	-5
	Mumbai(Expeller Oil)	670	675	-5
	Kandla	755	755	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	727	-5
	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	1020	Unch
	Mumbai	1000	1000	Unch
	Gondal	930	925	5
	Jamnagar	935	925	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	825	830	-5
	Jaipur (Kacchi Ghani Oil)	863	863	Unch
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	860	865	-5
	Neewai (Expeller Oil)	825	825	Unch
	Neewai (Kacchi Ghani Oil)	845	845	Unch
	Bharatpur (Kacchi Ghani Oil)	880	890	-10
	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)	840	850	-10
	Kolkata(Expeller Oil)	1030	1030	Unch



	New Delhi (Expeller Oil)	845	850	-5
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	885	900	-15
Refined Cottonseed Oil	Rajkot	690	695	-5
	Hyderabad	680	690	-10
	Mumbai	695	705	-10
	New Delhi	680	690	-10
Coconut Oil	Kangayan (Crude)	1100	1020	80
	Cochin	900	890	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	545	485	60
Rice Bran Oil (4%)	Punjab	610	610	Unch
Rice Bran Oil (4%)	Uttar Pradesh	610	610	Unch
Malaysia Palmolein USD/MT	FOB	740	Closed	-
	CNF India	763	775	-12
Indonesia CPO USD/MT	FOB	735	Closed	-
	CNF India	765	775	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	740	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	753	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1760	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	685	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1675	-
Ukraine Origin CSFO USD/MT Kandla	CIF	830	840	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		12-Dec-16	10-Dec-16	Change
Crude Soybean Oil Ship		845	Closed	-
Refined Soy Oil (Bulk) Ship		874	Closed	-
Sunflower Oil Ship		770	Closed	-
Cottonseed Oil Ship		825	Closed	-
Refined Linseed Oil (Bulk) Ship		865	Closed	-
* 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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