



Domestic Fundamentals:

- Mixed sentiment featured in the various edible oils at various market centers on Friday.
- Palm oil end stocks in Malaysia in November came less than expected on lower production due to lingering effect of El Nino. Production dropped by more than 6 percent. However exports of palm oil dropped less than estimated which led to lower rise in end stocks. Palm oil prices are supported by firm demand from China in first 15 days of December on stocking ahead of Chinese New Year. However, exports from Malaysia fell in first 15 days of December by 9.6 percent. Production is expected to remain weak in until March on lagged effect of El Nino.
Palm oil is seen rising due to competitive oil like DALIAN soy oil, DALIAN RBD palmolein and CBOT soy oil in near term. 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.
- Lower stocks of soy oil in US in November as reported by NOPA due to lower production of soy oil on lower crush of soybean will support soy oil prices in near term.
Appointment of oil man as head of US EPA has led to a speculation about soy based biodiesel program in will be given less emphasis than current administration. U.S and biodiesel sector may suffer due to policy shift.
Crush is progressing in weaker rate compared to corresponding period in US due to weak soy meal demand in US.
Strong exports of soybean from US to China and dryness in parts of soybean belt in Argentina will support soy oil prices in near term
Rise in crude oil will provide support to soy oil prices in near term. Prices are in a range with upward bias.
- According to National Oilseed Processors Association (NOPA), U.S. November soybean crush fell to 160.742 million bushels from 164.641 million bushels in October, up by 2.4 percent m-o-m. Crush of soybean in November 2015 was 156.134 million bushels. Production of soy oil in U.S. in November fell to 1.856 billion lbs from 1.911 billion lbs in October 2016. Production in November 2015 was 1.802 billion lbs. Soy oil stocks in U.S. at the end of November fell marginally to 1.339 billion lbs compared to 1.343 billion lbs in October 2016. Stocks of soy oil in November were lower by 9.3 percent compared to November 2015, which was reported at 1.477 million lbs. Yield fell to 11.55 lbs/bushel in October from 11.61 lbs/bushel in November. Yield in November 2015 was reported at 11.54 lbs/bushel.
- According to Solvent Extractors Association (SEA), India's November edible oil stocks at ports and pipelines fell 7.4 m-o-m to 18.25 lakh tons from 19.35 lakh tons in October 2016. Stocks of edible oil at ports fell to 655,000 tons (CPO 220,000 tons, RBD Palmolein 150,000 tons, Degummed Soybean Oil 180,000 tons, Crude Sunflower Oil 90,000 tons and 15,000 tons of Rapeseed (Canola) Oil) and about 1,170,000 tons in pipelines (stocks in pipelines were at 1,230,000 tons in October). India is presently holding 33 days of edible oil requirement on 1st December, 2016 at 18.25 lakh tons compared to 35 days of requirements last month. India's monthly edible oil requirement is 16.5 lakh tons.

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
Jan-16	-3.30	727.00	729.00	723.50	724.90
Feb-16	-3.35	725.50	726.20	720.80	721.85

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	16,920	2000	58870	2370
Feb-16	2,660	1070	25940	1240

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	10.10	13.15
Jan-16		-3.05
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-4.00	571.10	571.10	565.70	565.70
Jan-16	-3.90	571.70	571.70	565.90	566.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	830	-448	3689	-525
Jan-16	1283	106	2500	291

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	9.3	9
Dec-16		0.3
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	36.72	36.97	36.63	36.71
15-Mar	-0.03	36.97	37.3	36.91	36.98
15-May	-0.03	37.18	37.37	37.09	37.15
15-July	-0.02	37.42	37.57	37.25	37.33
15-Aug	-0.08	37.19	37.19	37.13	37.16

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	-10	3220	3227	3178	3188
15-Jan	-11	3218	3218	3166	3176
15-Feb	-3	3190	3202	3151	3161
15-Mar	9	3149	3165	3118	3123

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
16/12/2016	6.956	13402	4.477	15.956	67.735	3.35	102.84	50.79

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-Dec-16	15-Dec-16	
Refined Soybean Oil	Indore	735	730	5
	Indore (Soy Solvent Crude)	705	700	5
	Mumbai	745	740	5
	Mumbai (Soy Degum)	690	690	Unch
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	705	705	Unch
	Kolkata	735	740	-5
	Delhi	750	750	Unch
	Nagpur	729	729	Unch
	Rajkot	740	730	10
	Kota	750	745	5
	Hyderabad	713	713	Unch
	Akola	768	768	Unch
	Amrawati	767	767	Unch
	Bundi	747	747	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	575	573	2
	Kandla (RBD Palm oil)	600	600	Unch
	Kandla RBD Pamolein	620	620	Unch
	Kakinada (Crude Palm Oil)	570	570	Unch
	Kakinada RBD Pamolein	612	610	2



	Haldia Pamolein	610	610	Unch
	Chennai RBD Pamolein	620	620	Unch
	KPT (krishna patnam) Pamolein	605	605	Unch
	Mumbai RBD Pamolein	625	625	Unch
	Delhi	640	640	Unch
	Rajkot	620	610	10
	Hyderabad	627	627	Unch
	Mangalore RBD Pamolein	620	620	Unch
	PFAD (Kandla)	475	480	-5
	Refined Palm Stearin (Kandla)	555	560	-5
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	670	670	Unch
	Kandla	755	755	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	732	722	10
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	750	750	Unch
Groundnut Oil	Rajkot	950	925	25
	Chennai	960	960	Unch
	Delhi	950	950	Unch
	Hyderabad *	1020	1025	-5
	Mumbai	1010	1000	10
	Gondal	940	950	-10
	Jamnagar	940	935	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	825	825	Unch
	Jaipur (Kacchi Ghani Oil)	861	864	-3
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	860	860	Unch
	Neewai (Expeller Oil)	820	825	-5
	Neewai (Kacchi Ghani Oil)	840	845	-5
	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	840	Unch
	Kolkata(Expeller Oil)	1030	1030	Unch



	New Delhi (Expeller Oil)	850	845	5
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	885	895	-10
Refined Cottonseed Oil	Rajkot	705	710	-5
	Hyderabad	700	700	Unch
	Mumbai	700	705	-5
	New Delhi	695	690	5
Coconut Oil	Kangayan (Crude)	1060	1060	Unch
	Cochin	940	940	Unch
	Trissur	1110	1110	Unch
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	545	545	Unch
Rice Bran Oil (4%)	Punjab	610	610	Unch
Rice Bran Oil (4%)	Uttar Pradesh	610	610	Unch
Malaysia Palmolein USD/MT	FOB	765	753	12
	CNF India	783	778	5
Indonesia CPO USD/MT	FOB	770	763	7
	CNF India	788	783	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	760	758	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	765	763	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1775	1775	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	695	690	5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1685	-
Ukraine Origin CSFO USD/MT Kandla	CIF	840	835	5
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		15-Dec-16	14-Dec-16	Change
Crude Soybean Oil Ship		840	843	-3
Refined Soy Oil (Bulk) Ship		869	873	-4
Sunflower Oil Ship		765	765	Unch
Cottonseed Oil Ship		820	823	-3
Refined Linseed Oil (Bulk) Ship		860	863	-3
* 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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