



### Domestic Fundamentals:

- Weak sentiment featured in the various edible oils at various market centers on Saturday.
- 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
		17-Dec-16	16-Dec-16	
Refined Soybean Oil	Indore	732	735	-3
	Indore (Soy Solvent Crude)	695	705	-10
	Mumbai	745	745	Unch
	Mumbai (Soy Degum)	690	690	Unch
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	705	705	Unch
	Kolkata	735	735	Unch
	Delhi	750	750	Unch
	Nagpur	729	729	Unch
	Rajkot	730	740	-10
	Kota	750	750	Unch
	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	575	Unch
	Kandla (RBD Palm oil)	598	600	-2
	Kandla RBD Pamolein	618	620	-2
	Kakinada (Crude Palm Oil)	570	570	Unch
	Kakinada RBD Pamolein	612	612	Unch



	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	620	Unch
	Hyderabad	627	627	Unch
	Mangalore RBD Pamolein	620	620	Unch
	PFAD (Kandla)	470	475	-5
	Refined Palm Stearin (Kandla)	540	555	-15
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	732	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	750	750	Unch
Groundnut Oil	Rajkot	940	950	-10
	Chennai	960	960	Unch
	Delhi	950	950	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1000	1010	-10
	Gondal	935	940	-5
	Jamnagar	935	940	-5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	825	825	Unch
	Jaipur (Kacchi Ghani Oil)	861	861	Unch
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	855	860	-5
	Neewai (Expeller Oil)	820	820	Unch
	Neewai (Kacchi Ghani Oil)	840	840	Unch
	Bharatpur (Kacchi Ghani Oil)	870	880	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	818	820	-2
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	865	-5
	Mumbai (Expeller Oil)	840	840	Unch
	Kolkata(Expeller Oil)	1030	1030	Unch



	New Delhi (Expeller Oil)	850	850	Unch
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	875	885	-10
Refined Cottonseed Oil	Rajkot	710	705	5
	Hyderabad	700	700	Unch
	Mumbai	700	700	Unch
	New Delhi	695	695	Unch
Coconut Oil	Kangayan (Crude)	1075	1060	15
	Cochin	940	940	Unch
	Trissur	1110	1110	Unch
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	735	730	5
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	760	765	-5
	CNF India	775	783	-8
Indonesia CPO USD/MT	FOB	760	770	-10
	CNF India	780	788	-8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	760	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	765	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1775	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	695	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	1680	-
Ukraine Origin CSFO USD/MT Kandla	CIF	840	840	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		16-Dec-16	15-Dec-16	Change
Crude Soybean Oil Ship		843	840	3
Refined Soy Oil (Bulk) Ship		873	869	4
Sunflower Oil Ship		765	765	Unch
Cottonseed Oil Ship		823	820	3
Refined Linseed Oil (Bulk) Ship		863	860	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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