

Domestic Fundamentals:

- Steady to weak sentiments featured in the various edible oils at various market centers on Thursday.
- Weak exports of palm oil from Malaysia in first 20 days of December which fell by more than 16 percent showed that demand is weak in the month of December. Demand has weakened from China and India. Prices are expected to fall in medium term on seasonal downtrend of demand.
China demand has receded in near term due to higher prices while India has not been buying since last month as prices were high on BMD.
Demand is weak from India due to weak demand in domestic market.
Production is expected to remain weak until March on lagged effect of El Nino.
Palm oil is expected to weaken on DALIAN soy oil, DALIAN RBD palmolein and CBOT soy oil in near term.
Aggressive pricing by Malaysia of 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 than expected 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.
Crush in US is progressing in weaker rate compared to corresponding period due to weak soy meal demand.
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.
Record soybean crops in South America will underpin gains in near term.
Rise in crude oil will provide support to soy oil prices in near term.
However, dollar appreciation on faster than expected rise in interest rates by FED will underpin prices. Prices are in a range.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's December 1-20 palm oil exports fell 16.9 percent to 606,937 tons compared to 730,257 tons last month. Top buyers were European Union at 129,445 tons (168,650 tons), China at 125,627 tons (130,350 tons), India at 65,525 tons (41,360 tons), Pakistan at 14,150 tons (12,000 tons) and United States at 14,075 tons (25,786 tons). Values in brackets are figures of corresponding period last month.
- According to Malaysia Palm Oil Board (MPOB), Malaysia increased crude palm oil export duty to 7 percent in for January from 6 percent in December. Tax is calculated at reference price of 3,119.48 ringgit (\$696.62) per ton. Prices above 2,250 are taxed starting from 4.5 percent to maximum of 8.5 percent.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Jan-16	-5.95	719.45	717.50	712.60	713.5
Feb-16	-7.05	719.05	716.35	710.75	712.0

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	25420	11370	54970	-20
Feb-16	9770	4950	25540	470

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	11.5	
Jan-16		-1.5
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-4.00	566.00	567.50	561.50	562.9
Jan-16	-6.60	565.30	566.00	559.00	559.3

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	799	330	2153	-246
Jan-16	2112	1366	3586	228

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	10.1	
Dec-16		-3.6
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-Jan					
15-Mar					
15-May					
15-July					
15-Aug					

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan					
15-Feb					
15-Mar					
15-Apr					

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/12/2016	6.95	13154	4.479	15.86	68.03	3.34	103.12	53.55

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		22-Dec-16	21-Dec-16	
Refined Soybean Oil	Indore	725	730	-5
	Indore (Soy Solvent Crude)	682	695	-13
	Mumbai	735	735	Unch
	Mumbai (Soy Degum)	688	688	Unch
	Kandla/Mundra	735	735	Unch
	Kandla/Mundra (Soy Degum)	702	705	-3
	Kolkata	735	735	Unch
	Delhi	750	750	Unch
	Nagpur	723	723	Unch
	Rajkot	725	730	-5
	Kota	735	730	5
	Hyderabad	713	713	Unch
	Akola	762	762	Unch
	Amrawati	761	761	Unch
	Bundi	735	735	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	573	570	3
	Kandla (RBD Palm oil)	595	590	5
	Kandla RBD Pamolein	615	612	3
	Kakinada (Crude Palm Oil)	565	565	Unch
	Kakinada RBD Pamolein	610	615	-5



	Haldia Pamolein	605	605	Unch
	Chennai RBD Pamolein	620	625	-5
	KPT (krishna patnam) Pamolein	600	605	-5
	Mumbai RBD Pamolein	625	625	Unch
	Delhi	660	640	20
	Rajkot	600	608	-8
	Hyderabad	613	613	Unch
	Mangalore RBD Pamolein	620	625	-5
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	540	540	Unch
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	730	730	Unch
	Mumbai(Expeller Oil)	665	665	Unch
	Kandla	750	750	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	736	736	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	940	940	Unch
	Chennai	960	960	Unch
	Delhi	950	950	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1000	1000	Unch
	Gondal	935	925	10
	Jamnagar	935	925	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	805	-5
	Jaipur (Kacchi Ghani Oil)	835	841	-6
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	840	845	-5
	Neewai (Expeller Oil)	785	790	-5
	Neewai (Kacchi Ghani Oil)	815	822	-7
	Bharatpur (Kacchi Ghani Oil)	835	840	-5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	800	800	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	835	835	Unch
	Mumbai (Expeller Oil)	830	830	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)	840	845	-5
Refined Cottonseed Oil	Rajkot	685	695	-10
	Hyderabad	690	690	Unch
	Mumbai	700	700	Unch
	New Delhi	690	695	-5
Coconut Oil	Kangayan (Crude)	1080	1080	Unch
	Cochin	990	980	10
	Trissur	1060	1070	-10
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	540	545	-5
Rice Bran Oil (4%)	Punjab	610	610	Unch
Rice Bran Oil (4%)	Uttar Pradesh	610	610	Unch
Malaysia Palmolein USD/MT	FOB	755	753	2
	CNF India	780	775	5
Indonesia CPO USD/MT	FOB	753	748	5
	CNF India	780	775	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	750	750	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	763	763	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1765	1755	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	695	693	2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1680	-
Ukraine Origin CSFO USD/MT Kandla	CIF	835	835	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		21-Dec-16	20-Dec-16	Change
Crude Soybean Oil Ship		839	841	-2
Refined Soy Oil (Bulk) Ship		868	870	-2
Sunflower Oil Ship		765	765	Unch
Cottonseed Oil Ship		819	821	-2
Refined Linseed Oil (Bulk) Ship		859	861	-2
* 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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