



Domestic Fundamentals:

- Weak sentiments featured in the various edible oils at various market centers on Friday.
- Palm oil is expected to weaken on DALIAN soy oil, DALIAN RBD palmolein and CBOT soy oil in near term.
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.
Demand from China and India has receded in near term due to higher prices.
Demand is weak from India due to weak demand in domestic market.
Production is expected to remain weak in until March on lagged effect of El Nino.
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.
- Appointment of Carl Icahn as special advisor of regulation in US by Trump administration, who has been critic of soy based biodiesel will underpin prices in medium term.
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 rainfall in soybean belt in Argentina will underpin soy oil prices in near term. Record soybean crops in South America will underpin gains in near term.
Fall in crude oil will provide support to soy oil prices in near term.
However, dollar appreciation on fast rate of 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.
- Argentina's 2016/17 area under soybean is forecast at 20.3 million hectares which is up from the previous forecast of 20.2 million hectares, by the agriculture ministry in the monthly crop progress report.

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	-5.85	707.95	708.95	703.40	708.00
Feb-16	-5.65	705.00	706.50	701.20	705.95

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	41,180	15760	44000	-10970
Feb-16	9,250	-520	25380	-160

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	10.00	12.05
Jan-16		-2.05
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	1.00	565.50	567.80	564.80	565.40
Jan-16	1.80	564.80	567.00	564.10	565.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	469	-330	2399	246
Jan-16	746	-1366	3358	-228

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	-0.4	-0.5
Dec-16		0.1
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	0.31	35.1	34.29	35.1	35.1
15-Mar	0.26	35.38	34.57	35.35	35.35
15-May	0.25	35.58	34.82	35.58	35.58
15-July	0.24	35.78	35	35.77	35.77
15-Aug	0.20	35.67	34.95	35.64	35.64

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-13	3036	3082	3034	3078
15-Feb	-15	3013	3061	3013	3060
15-Mar	-27	2995	3021	2980	3019
15-Apr	-21	2970	2970	2930	2969

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/12/2016	6.94	13433	4.47	15.72	67.80	3.28	103.2	52.52

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Dec-16	22-Dec-16	
Refined Soybean Oil	Indore	718	725	-7
	Indore (Soy Solvent Crude)	680	682	-2
	Mumbai	730	735	-5
	Mumbai (Soy Degum)	675	688	-13
	Kandla/Mundra	720	735	-15
	Kandla/Mundra (Soy Degum)	695	702	-7
	Kolkata	730	735	-5
	Delhi	750	750	Unch
	Nagpur	713	723	-10
	Rajkot	715	725	-10
	Kota	735	735	Unch
	Hyderabad	703	713	-10
	Akola	762	762	Unch
	Amrawati	750	761	-11
	Bundi	735	735	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	565	573	-8
	Kandla (RBD Palm oil)	590	595	-5
	Kandla RBD Pamolein	610	615	-5
	Kakinada (Crude Palm Oil)	560	565	-5
	Kakinada RBD Pamolein	605	610	-5



	Haldia Pamolein	600	605	-5
	Chennai RBD Pamolein	615	620	-5
	KPT (krishna patnam) Pamolein	600	600	Unch
	Mumbai RBD Pamolein	615	625	-10
	Delhi	655	660	-5
	Rajkot	600	600	Unch
	Hyderabad	608	613	-5
	Mangalore RBD Pamolein	615	620	-5
	PFAD (Kandla)	465	470	-5
	Refined Palm Stearin (Kandla)	530	540	-10
Refined Sunflower Oil	Chennai	720	720	Unch
	Mumbai	725	730	-5
	Mumbai(Expeller Oil)	660	665	-5
	Kandla	745	750	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	732	736	-4
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	950	940	10
	Chennai	960	960	Unch
	Delhi	950	950	Unch
	Hyderabad *	1025	1020	5
	Mumbai	1000	1000	Unch
	Gondal	940	935	5
	Jamnagar	950	935	15
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	800	Unch
	Jaipur (Kacchi Ghani Oil)	829	835	-6
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	835	840	-5
	Neewai (Expeller Oil)	785	785	Unch
	Neewai (Kacchi Ghani Oil)	815	815	Unch
	Bharatpur (Kacchi Ghani Oil)	835	835	Unch
	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)	832	835	-3
	Mumbai (Expeller Oil)	820	830	-10
	Kolkata(Expeller Oil)	1040	1030	10



	New Delhi (Expeller Oil)	835	850	-15
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	840	840	Unch
Refined Cottonseed Oil	Rajkot	670	685	-15
	Hyderabad	670	690	-20
	Mumbai	690	700	-10
	New Delhi	685	690	-5
Coconut Oil	Kangayan (Crude)	1035	1080	-45
	Cochin	1000	990	10
	Trissur	1060	1060	Unch
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	545	540	5
Rice Bran Oil (4%)	Punjab	610	610	Unch
Rice Bran Oil (4%)	Uttar Pradesh	610	610	Unch
Malaysia Palmolein USD/MT	FOB	743	755	-12
	CNF India	765	780	-15
Indonesia CPO USD/MT	FOB	740	753	-13
	CNF India	765	780	-15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	740	750	-10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	753	763	-10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1750	1765	-15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	688	695	-7
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1675	-
Ukraine Origin CSFO USD/MT Kandla	CIF	820	835	-15
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		22-Dec-16	21-Dec-16	Change
Crude Soybean Oil Ship		820	839	-19
Refined Soy Oil (Bulk) Ship		849	868	-19
Sunflower Oil Ship		765	765	Unch
Cottonseed Oil Ship		800	819	-19
Refined Linseed Oil (Bulk) Ship		840	859	-19
* 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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