



### Domestic Fundamentals:

- Mostly firm sentiments featured in the various edible oils at various market centers on Wednesday.
- Firming of exports of palm oil during 20 Dec-25 Dec from Malaysia points towards improvement of demand from India and China. Demand improved from India due to low stocks at ports and pipelines and firm demand from Malaysia due to lower prices of RBD palmolein. China is purchasing more on stocking ahead of Chinese New Year and refurbish stocks of palm oil on lower buying year to date in 2016. Aggressive pricing by Malaysia improved demand from the country. Weaker ringgit is expected to support palm oil prices in near term.  
Palm oil is expected to get support from DALIAN soy oil, DALIAN RBD palmolein and CBOT soy oil in near term. Demand is weak from India due to weak demand in its 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. Palm oil prices are in a range.
- Higher production of soy based biodiesel in Argentina and expectation of higher production will support soy oil prices in medium term.  
Appointment of Carl Icahn as special advisor of regulation in US and head of EPA by Trump administration and who is 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 missing key soybean belt in Argentina will support soybean complex prices in near term. Record soybean crops in South America will cap gains in medium term.  
Rise in crude oil will provide support to soy oil prices in near term. Prices are in a range.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's December 1-25 palm oil exports fell 7.6 percent to 827,347 tons compared to 895,077 tons in the corresponding period last month. Top buyers were European Union at 204,375 tons (189,595 tons), China at 154,477 tons (170,155 tons), India at 103,525 tons (57,910 tons), United States at 36,925 tons (47,786 tons) and Pakistan at 14,150 tons (12,000 tons). Values in brackets are figures of corresponding period last month.
- According to Argentine Biofuels Chamber (Carbio), Argentina is expected to produce 2.7 MMT in 2016, which is approximately higher by 50 percent from 2015. Argentina's government policy to promote use of biodiesel in various sectors led to the rise, according to the agency. Argentina produces 9 percent of global biodiesel production of 30 MMT.
- According to Indonesia government, Indonesia has imposed crude palm oil duty for January at USD 3 per ton. The reference price of CPO is set at USD 788.26 per ton. Tax will be charged when the prices rise above USD 750 per ton.

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

### NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Jan-16	2.60	717.80	722.50	716.30	720.35
Feb-16	1.80	714.65	719.00	713.00	716.35

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	16,210	1610	40990	-3890
Feb-16	9,160	4580	28110	2050

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	4.65	8.65
Jan-16		-4.00
Feb-16		

### MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-0.90	573.00	573.90	569.80	571.50
Jan-16	-1.50	567.00	567.80	564.40	565.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	1990	513	4082	624
Jan-16	501	21	2290	40

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	10.5	16.9
Dec-16		-6.4
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	-0.11	35.15	35.26	34.91	35.01
15-Mar	-0.12	35.4	35.53	35.18	35.28
15-May	-0.13	35.66	35.76	35.42	35.51
15-July	-0.14	35.85	35.96	35.61	35.69
15-Aug	-0.12	35.77	35.85	35.59	35.65

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-6	3210	3230	3210	3213
15-Feb	10	3170	3194	3162	3171
15-Mar	6	3124	3153	3121	3130
15-Apr	3	3065	3096	3065	3075

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/12/2016	6.958	13463	4.48	15.54	68.23	3.27	103.2	54.20

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Dec-16	27-Dec-16	
Refined Soybean Oil	Indore	725	715	10
	Indore (Soy Solvent Crude)	695	685	10
	Mumbai	730	735	-5
	Mumbai (Soy Degum)	685	690	-5
	Kandla/Mundra	720	725	-5
	Kandla/Mundra (Soy Degum)	700	700	Unch
	Kolkata	730	735	-5
	Delhi	780	775	5
	Nagpur	720	720	Unch
	Rajkot	720	718	2
	Kota	740	740	Unch
	Hyderabad	703	703	Unch
	Akola	760	760	Unch
	Amrawati	758	758	Unch
	Bundi	740	740	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	582	575	7
	Kandla (RBD Palm oil)	595	598	-3
	Kandla RBD Pamolein	615	615	Unch
	Kakinada (Crude Palm Oil)	565	565	Unch
	Kakinada RBD Pamolein	610	610	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	655	650	5
	Rajkot	620	615	5
	Hyderabad	618	618	Unch
	Mangalore RBD Pamolein	620	620	Unch
	PFAD (Kandla)	460	465	-5
	Refined Palm Stearin (Kandla)	525	535	-10
Refined Sunflower Oil	Chennai	715	715	Unch
	Mumbai	730	730	Unch
	Mumbai(Expeller Oil)	660	665	-5
	Kandla	740	745	-5
	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)	745	745	Unch
Groundnut Oil	Rajkot	960	950	10
	Chennai	930	930	Unch
	Delhi	950	950	Unch
	Hyderabad *	1030	1025	5
	Mumbai	1020	1000	20
	Gondal	960	950	10
	Jamnagar	960	960	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	818	805	13
	Jaipur (Kacchi Ghani Oil)	848	855	-7
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	855	845	10
	Neewai (Expeller Oil)	787	785	2
	Neewai (Kacchi Ghani Oil)	828	825	3
	Bharatpur (Kacchi Ghani Oil)	880	880	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	815	800	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	840	835	5
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	1010	1040	-30



	New Delhi (Expeller Oil)	850	850	Unch
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	885	885	Unch
Refined Cottonseed Oil	Rajkot	690	700	-10
	Hyderabad	685	685	Unch
	Mumbai	690	685	5
	New Delhi	690	685	5
Coconut Oil	Kangayan (Crude)	1060	1035	25
	Cochin	1030	1010	20
	Trissur	1070	1060	10
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	535	535	Unch
Rice Bran Oil (4%)	Punjab	610	610	Unch
Rice Bran Oil (4%)	Uttar Pradesh	610	610	Unch
Malaysia Palmolein USD/MT	FOB	755	755	Unch
	CNF India	783	778	5
Indonesia CPO USD/MT	FOB	760	755	5
	CNF India	785	780	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	755	753	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	768	763	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1780	1770	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	703	698	5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1685	-
Ukraine Origin CSFO USD/MT Kandla	CIF	820	820	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		27-Dec-16	26-Dec-16	Change
Crude Soybean Oil Ship		820	815	5
Refined Soy Oil (Bulk) Ship		849	844	5
Sunflower Oil Ship		765	765	Unch
Cottonseed Oil Ship		800	795	5
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* 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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