

Domestic Fundamentals:

- Mostly sideways to weak sentiments featured in the various edible oils at various market centers on Wednesday.
- Palm oil are expected to be firm in near term on higher exports and lower than expected end stocks growth of palm oil in Malaysia. Exports will improve in December on higher demand from top import destinations. Palm oil have started 2017 with a positive start after rising 25.1 percent at BMD in 2016, strongest rise since 2010. Most of the firming of prices in 2016 was due to El Nino and its lagged effect in yields. RBD palmolein prices rose 33 percent y-o-y. Higher palm oil prices were supported by weak ringgit and CBOT soy oil and DALIAN RBD palmolein. Moreover, prices were supported by higher crude oil prices. CPO prices stated 2017 with positive note after 37 percent rise in 2016 at Kandla. RBD palmolein also started 2017 with positive note after rising 35 percent y-o-y. 2016 marked the best rise since 2010. Markets are still positive looking ahead as lagged effect of El Nino curbs production until March 2017. Exports firmed in last 10 days of December and ended with 1-6 percent lower. Demand from India improved in last 5 days of December. Low stocks at ports and pipelines and positive refining margins have supported rise in demand. 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. Weak ringgit will supporting prices in near term. Palm oil prices are in a range.
- Soy oil started with positive note in both domestic and international markets. Refined soy oil, Indore prices rose 16.5 percent in 2016 due to higher international prices of soy and palm oil. Lower crushing of soybean and lower imports of soy oil and firm demand in last couple of months led to higher prices in 2016. Higher soy oil production in Argentina in first 11 months of 2016 indicate higher crushing of soybean in Argentina which led to higher production of soy based biodiesel. Higher production of soy oil was due to President Mauricio Macri cutting of export duties of soy products. 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. Crush in US is progressing in weaker rate compared to corresponding period due to weak soy meal demand which will reduce soy oil stocks in December. Strong exports of soybean from US to China 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 palm oil exports fell 1.8 percent to 1,109,606 tons compared to 1,130,172 tons in the corresponding period last month. Top buyers were European Union at 257,808 tons (215,995 tons), China at 176,477 tons (215,655 tons), India at 154,525 tons (118,010 tons), Pakistan at 46,150 tons (22,000 tons) and United States at 43,620 tons (55,556 tons). Values in brackets are figures of corresponding period last month.

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	-0.40	726.00	727.90	724.60	726.20
Feb-16	1.60	712.45	716.60	712.00	715.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	8,150	-10330	30770	-1610
Feb-16	12,500	-2030	31690	-1280

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	8.80	19.50
Jan-16		-10.70
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	2.00	579.90	584.50	578.50	583.50
Jan-16	1.50	568.70	574.00	568.50	572.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	782	-907	5358	273
Jan-16	421	-226	2255	-21

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	13.5	24.6
Dec-16		-11.1
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	-0.20	34.57	34.57	34.31	34.37
15-Mar	0.06	34.82	34.94	34.54	34.87
15-May	0.08	35.06	35.18	34.78	35.13
15-July	0.06	35.27	35.34	35	35.33
15-Aug	0.12	35.1	35.35	35	35.35

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-20	3235	3245	3230	3234
15-Feb	-21	3190	3200	3185	3189
15-Mar	-20	3138	3153	3130	3141
15-Apr	-14	3077	3096	3071	3087

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/01/2017	6.94	13414	4.495	15.94	68.04	3.23	102.97	52.56

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Jan-17	3-Jan-17	
Refined Soybean Oil	Indore	735	735	Unch
	Indore (Soy Solvent Crude)	705	705	Unch
	Mumbai	725	725	Unch
	Mumbai (Soy Degum)	685	685	Unch
	Kandla/Mundra	725	735	-10
	Kandla/Mundra (Soy Degum)	702	705	-3
	Kolkata	730	730	Unch
	Delhi	770	790	-20
	Nagpur	719	719	Unch
	Rajkot	725	725	Unch
	Kota	750	742	8
	Hyderabad	703	703	Unch
	Akola	758	758	Unch
	Amrawati	758	758	Unch
	Bundi	745	745	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	597	595	2
	Kandla (RBD Palm oil)	605	610	-5
	Kandla RBD Pamolein	620	630	-10
	Kakinada (Crude Palm Oil)	572	575	-3
	Kakinada RBD Pamolein	617	620	-3

	Haldia Pamolein	620	620	Unch
	Chennai RBD Pamolein	625	630	-5
	KPT (krishna patnam) Pamolein	610	615	-5
	Mumbai RBD Pamolein	630	635	-5
	Delhi	680	685	-5
	Rajkot	625	625	Unch
	Hyderabad	622	627	-5
	Mangalore RBD Pamolein	625	630	-5
	PFAD (Kandla)	465	470	-5
	Refined Palm Stearin (Kandla)	525	530	-5
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	725	730	-5
	Mumbai(Expeller Oil)	660	665	-5
	Kandla	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	727	732	-5
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	660	660	Unch
	Erode (Expeller Oil)	745	745	Unch
Groundnut Oil	Rajkot	960	975	-15
	Chennai	930	930	Unch
	Delhi	950	950	Unch
	Hyderabad *	1010	1030	-20
	Mumbai	1020	1020	Unch
	Gondal	960	970	-10
	Jamnagar	970	970	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	810	820	-10
	Jaipur (Kacchi Ghani Oil)	847	847	Unch
	Kota (Expeller Oil)	790	800	-10
	Kota (Kacchi Ghani Oil)	840	850	-10
	Neewai (Expeller Oil)	777	785	-8
	Neewai (Kacchi Ghani Oil)	822	830	-8
	Bharatpur (Kacchi Ghani Oil)	850	860	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	805	815	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	845	845	Unch
	Mumbai (Expeller Oil)	800	810	-10
	Kolkata(Expeller Oil)	1020	1010	10



	New Delhi (Expeller Oil)	870	870	Unch
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	992	992	Unch
	Agra (Kacchi Ghani Oil)	855	865	-10
Refined Cottonseed Oil	Rajkot	685	690	-5
	Hyderabad	678	678	Unch
	Mumbai	700	695	5
	New Delhi	695	700	-5
Coconut Oil	Kangayan (Crude)	1060	1100	-40
	Cochin	1070	1060	10
	Trissur	1060	1070	-10
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	520	520	Unch
Rice Bran Oil (4%)	Punjab	600	610	-10
Rice Bran Oil (4%)	Uttar Pradesh	600	610	-10
Malaysia Palmolein USD/MT	FOB	755	758	-3
	CNF India	778	790	-12
Indonesia CPO USD/MT	FOB	755	765	-10
	CNF India	785	790	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	750	753	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	760	765	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1785	1780	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	698	700	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1700	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	823	2
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		3-Jan-17	2-Jan-17	Change
Crude Soybean Oil Ship		805	807	-2
Refined Soy Oil (Bulk) Ship		833	835	-2
Sunflower Oil Ship		755	755	Unch
Cottonseed Oil Ship		785	787	-2
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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