

Domestic Fundamentals:

- Mixed sentiment featured in the various edible oils at various market centers on Tuesday.
- Palm oil end stocks in Malaysia are unexpectedly rose in December due to lower fall in production which fell 6.4 percent. Exports fell 7.5 percent. This is continuous rise in end stocks in four months. Exports figure from Malaysia will be good in first 10 days of January rose 8-11 percent as demand improved from China ahead of Chinese New Year. However, demand from India is very weak, which will lead to price correction in palm. Both lower imports from India and rise in palm oil end stocks will underpin prices in near term. Demand of palm oil is weak ahead as demand ahead of Chinese New Year will be over in next 10 days with low demand from India will underpin prices. Ringgit depreciation may support prices. However, palm oil end stocks will rise in January in Malaysia on lower exports while production will be low on lagged effect of El Nino. Weather is expected to be warm in palm oil growing regions of South East Asia with wet weather is which will help palm oil crops in medium term. In the oceans around Southeast Asia has cooled indicating weak La Nina. Rise in crude oil prices will support prices. Palm oil prices are in a range.
- Wet weather in Argentina will reduce area under soybean 2016/17 after initial dry conditions. 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. 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 and January. Strong exports of soybean to China due to high hogs margins China will support prices. Rise in crude oil will provide support to soy oil prices in near term. Prices are in a range.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's December palm oil end stocks rose 0.2 percent to 16.65 lakh tons compared to 15.63 lakh tons in November. Market expectation was fall of end stocks. Production dropped 6.43 percent in December to 14.74 lakh tons compared to 15.75 lakh tons in November. Exports in December fell 7.48 to 12.64 lakh tons compared to November exports at 13.70 lakh tons. Imports in December fell 35.79 percent to 0.36 lakh ton compared to 0.57 lakh tons in November.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's January 1-10 palm oil exports rose 8.1 percent to 351,907 tons compared to 325,509 tons in corresponding period last month. Top buyers were China at 50,000 tons (34,525 tons), India & subcontinent at 34,000 tons (79,650 tons) and European Union at 26,760 tons (110,009 tons). Values in brackets are figures of corresponding period last month.

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	-3.25	727.25	727.25	722.50	722.80
Feb-16	-4.55	718.10	718.10	712.10	712.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	10,220	4610	21770	-3680
Feb-16	20,130	11470	33010	-1970

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	12.20	22.40
Jan-16		-10.20
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-3.40	586.10	586.40	580.50	581.40
Jan-16	-3.10	577.00	577.00	572.70	573.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	1460	726	4762	-421
Jan-16	853	662	1530	-313

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	18.6	26.3
Dec-16		-7.7
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	-0.22	35.07	35.07	34.8	35.05
15-Mar	-0.22	35.44	35.53	34.99	35.27
15-May	-0.20	35.73	35.76	35.25	35.54
15-July	-0.20	35.92	35.98	35.48	35.76
15-Aug	-0.18	35.75	35.95	35.45	35.74

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-11	3245	3245	3170	3220
15-Feb	-32	3176	3202	3130	3140
15-Mar	-29	3116	3144	3080	3082
15-Apr	-20	3065	3089	3028	3034

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/01/2017	6.92	13300	4.47	15.88	67.96	3.19	101.87	52.29

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Jan-17	9-Jan-17	
Refined Soybean Oil	Indore	735	735	Unch
	Indore (Soy Solvent Crude)	700	700	Unch
	Mumbai	720	725	-5
	Mumbai (Soy Degum)	685	685	Unch
	Kandla/Mundra	725	730	-5
	Kandla/Mundra (Soy Degum)	702	705	-3
	Kolkata	730	730	Unch
	Delhi	755	760	-5
	Nagpur	714	714	Unch
	Rajkot	720	725	-5
	Kota	740	740	Unch
	Hyderabad	703	713	-10
	Akola	753	753	Unch
	Amrawati	753	753	Unch
	Bundi	740	740	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	600	600	Unch
	Kandla (RBD Palm oil)	615	615	Unch
	Kandla RBD Pamolein	625	630	-5
	Kakinada (Crude Palm Oil)	565	565	Unch
	Kakinada RBD Pamolein	615	622	-7



	Haldia Pamolein	625	625	Unch
	Chennai RBD Pamolein	625	630	-5
	KPT (krishna patnam) Pamolein	615	620	-5
	Mumbai RBD Pamolein	630	630	Unch
	Delhi	675	675	Unch
	Rajkot	625	625	Unch
	Hyderabad	613	618	-5
	Mangalore RBD Pamolein	625	630	-5
	PFAD (Kandla)	465	460	5
	Refined Palm Stearin (Kandla)	530	525	5
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	715	725	-10
	Mumbai(Expeller Oil)	660	660	Unch
	Kandla	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	722	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	655	655	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	950	940	10
	Chennai	950	930	20
	Delhi	950	950	Unch
	Hyderabad *	1010	1000	10
	Mumbai	1010	1040	-30
	Gondal	960	950	10
	Jamnagar	970	960	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	810	805	5
	Jaipur (Kacchi Ghani Oil)	839	839	Unch
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	840	840	Unch
	Neewai (Expeller Oil)	770	777	-7
	Neewai (Kacchi Ghani Oil)	815	822	-7
	Bharatpur (Kacchi Ghani Oil)	840	850	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	815	810	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	835	835	Unch
	Mumbai (Expeller Oil)	790	800	-10
	Kolkata(Expeller Oil)	1020	1020	Unch



	New Delhi (Expeller Oil)	840	850	-10
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	995	992	3
	Agra (Kacchi Ghani Oil)	845	855	-10
Refined Cottonseed Oil	Rajkot	685	690	-5
	Hyderabad	670	680	-10
	Mumbai	692	695	-3
	New Delhi	685	690	-5
Coconut Oil	Kangayan (Crude)	1050	1100	-50
	Cochin	1080	1070	10
	Trissur	1080	1060	20
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	740	740	Unch
Kardi	Mumbai	NA	NA	-
Rice Bran Oil (40%)	New Delhi	510	510	Unch
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	755	758	-3
	CNF India	780	775	5
Indonesia CPO USD/MT	FOB	770	760	10
	CNF India	790	780	10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	753	755	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	765	763	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1870	1830	40
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	703	700	3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1700	-
Ukraine Origin CSFO USD/MT Kandla	CIF	823	823	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		9-Jan-17	7-Jan-17	Change
Crude Soybean Oil Ship		810	Closed	-
Refined Soy Oil (Bulk) Ship		838	Closed	-
Sunflower Oil Ship		755	Closed	-
Cottonseed Oil Ship		790	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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