



#### Domestic Fundamentals:

- Mostly sideways to firm featured in the various edible oils at various market centers on Thursday.
- Palm oil end stocks in Malaysia are unexpectedly rose in December due to lower fall in production. Exports figure from Malaysia 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. Both lower imports from India and rise in palm oil end stocks will underpin palm oil prices in near term.  
Demand of palm oil is expected to be weak ahead as demand of Chinese New Year will be over in next 10 days with low demand from India will underpin prices.  
Ringgit depreciation may support prices.  
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 slowed planting of soybean and will reduce area under soybean 2016/17. Many areas in soybean crop belts are wet while some dry conditions are expected in future. Argentina government agency reduced soybean crop to 56 MMT in 2016/17 from 58.8 MMT in 2015/16.  
Brazil state forecaster has forecasted soybean crop at 103.8 MMT due to favorable weather, which is record in history.  
Rise in crop is due to rise in yields.  
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.  
China has reduced import of soybean crop as rise in soybean prices hurt margins and low demand of soy oil and soy meal will lead to record stocks before Chinese New Year. Harvesting in South America will be in full swing when China returns from Chinese New Year.  
Rise in crude oil will provide support to soy oil prices in near term. Prices are in a range.
- Conab, the Brazilian government agency, has raised the Brazil's 2016/17 soybean production forecast to 103.8 million tons from its December forecast of 102.45 million tons. The raise is attributed to the favorable weather which has boosted the yield. Brazil's 2015/16 soybean production stood at 95.4 million tons, when the production was hit due to the dry weather conditions. Further Brazil is likely to export 57 million tons of soybean in 2016/17 compared to 51.6 million tons in 2015/16.
- 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	3.05	725.80	729.50	725.50	729.30
Feb-16	3.15	721.30	724.40	720.00	723.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	6,650	2870	15950	-4140
Feb-16	21,090	4080	41250	7180

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	5.70	12.00
Jan-16		-6.30
Feb-16		

#### MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-1.00	588.00	590.00	587.00	587.80
Jan-16	-1.20	580.00	582.10	579.60	580.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	541	-1567	4867	-112
Jan-16	509	-241	1944	387

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	17.2	24.8
Dec-16		-7.6
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	<b>-0.18</b>	35.78	35.78	35.61	35.61
15-Mar	<b>-0.12</b>	35.97	36	35.71	35.88
15-May	<b>-0.11</b>	36.21	36.21	35.96	36.14
15-July	<b>-0.10</b>	36.39	36.44	36.22	36.38
15-Aug	<b>-0.04</b>	36.3	36.4	36.2	36.4

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	<b>-6</b>	3255	3258	3250	3255
15-Feb	<b>-14</b>	3180	3187	3161	3177
15-Mar	<b>-18</b>	3132	3133	3103	3116
15-Apr	<b>-9</b>	3083	3084	3062	3074

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/01/2017	6.91	13280	4.46	15.83	68.08	3.18	101.02	52.64

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Jan-17	11-Jan-17	
Refined Soybean Oil	Indore	735	730	<b>5</b>
	Indore (Soy Solvent Crude)	700	695	<b>5</b>
	Mumbai	725	725	<b>Unch</b>
	Mumbai (Soy Degum)	680	680	<b>Unch</b>
	Kandla/Mundra	725	725	<b>Unch</b>
	Kandla/Mundra (Soy Degum)	703	705	<b>-2</b>
	Kolkata	730	730	<b>Unch</b>
	Delhi	755	755	<b>Unch</b>
	Nagpur	714	714	<b>Unch</b>
	Rajkot	730	720	<b>10</b>
	Kota	750	740	<b>10</b>
	Hyderabad	703	703	<b>Unch</b>
	Akola	752	752	<b>Unch</b>
	Amrawati	752	752	<b>Unch</b>
	Bundi	745	743	<b>2</b>
	Jalna	760	760	<b>Unch</b>
	Alwar	NA	NA	<b>-</b>
	Solapur	760	760	<b>Unch</b>
	Dhule	760	760	<b>Unch</b>
Palm Oil	Kandla (Crude Palm Oil)	605	602	<b>3</b>
	Kandla (RBD Palm oil)	615	615	<b>Unch</b>
	Kandla RBD Pamolein	625	625	<b>Unch</b>
	Kakinada (Crude Palm Oil)	565	565	<b>Unch</b>
	Kakinada RBD Pamolein	617	617	<b>Unch</b>



	Haldia Pamolein	625	625	Unch
	Chennai RBD Pamolein	625	625	Unch
	KPT (krishna patnam) Pamolein	615	615	Unch
	Mumbai RBD Pamolein	630	630	Unch
	Delhi	680	675	5
	Rajkot	630	625	5
	Hyderabad	613	613	Unch
	Mangalore RBD Pamolein	625	625	Unch
	PFAD (Kandla)	470	465	5
	Refined Palm Stearin (Kandla)	535	535	Unch
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	720	715	5
	Mumbai(Expeller Oil)	665	660	5
	Kandla	735	740	-5
	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	950	Unch
	Chennai	950	950	Unch
	Delhi	950	950	Unch
	Hyderabad *	1010	1010	Unch
	Mumbai	1010	1010	Unch
	Gondal	940	930	10
	Jamnagar	940	930	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	798	805	-7
	Jaipur (Kacchi Ghani Oil)	815	821	-6
	Kota (Expeller Oil)	770	780	-10
	Kota (Kacchi Ghani Oil)	818	835	-17
	Neewai (Expeller Oil)	760	760	Unch
	Neewai (Kacchi Ghani Oil)	805	805	Unch
	Bharatpur (Kacchi Ghani Oil)	840	830	10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	800	805	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	830	-10
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	1020	1020	Unch



	New Delhi (Expeller Oil)	815	835	-20
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	994	994	Unch
	Agra (Kacchi Ghani Oil)	845	835	10
Refined Cottonseed Oil	Rajkot	695	685	10
	Hyderabad	670	670	Unch
	Mumbai	690	690	Unch
	New Delhi	688	687	1
Coconut Oil	Kangayan (Crude)	1065	1050	15
	Cochin	1090	1090	Unch
	Trissur	1110	1080	30
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	763	758	5
	CNF India	783	782	1
Indonesia CPO USD/MT	FOB	768	773	-5
	CNF India	793	790	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	760	755	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	763	765	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1910	1900	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	703	700	3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1720	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	825	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		11-Jan-17	10-Jan-17	Change
Crude Soybean Oil Ship		828	819	9
Refined Soy Oil (Bulk) Ship		857	848	9
Sunflower Oil Ship		755	755	Unch
Cottonseed Oil Ship		808	799	9
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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