



Domestic Fundamentals:

- Mostly sideways to firm featured in the various edible oils at various market centers on Friday.
- Palm oil prices are well supported by demand from China coupled with support from competitive oils from China. Demand from China will peak next week as Chinese New Year starts in end of January. Production of palm oil is still weak in Malaysia on lagged effect of El Nino. Export demand from other top destinations except India is steady supporting prices. Malaysia are unexpectedly rose in December due to lower fall in production. However, demand from India is very weak. Aggressive pricing by Malaysia by offering low RBD palmolein prices over Indonesia CPO will support palm oil prices in near term. Ringgit has supported competitive pricing by Malaysia which has shifted market share of palm oil towards Malaysia. Rise in crude oil prices will support prices. Palm oil prices are in a range.
- Higher stocks of soy oil in US as reported by USDA due to higher extraction rate will underpin soy oil prices in near term. USDA reduced soybean stocks in US on lower planted, harvested area and lower yields will support soybean complex prices in near term. Despite adverse conditions of planting and lower planting area USDA maintained Argentina's soy oil production in 2016/17. However, USDA increased Brazil soybean crop to 104 MMT and increased exports to record levels. 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 imported record 9 MMT of soybean in December which has supported soybean prices. However, imports may decrease 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. Rise in crude oil will provide support to soy oil prices in near term. Prices are in a range.
- According to United States Department of Agriculture (USDA) January estimate, India's 2016/17 soy oil end stocks is estimated to rise to 0.45 MMT compared to 0.37 MMT in December estimate. Opening stocks are increased to 0.53 MMT from 0.45 MMT in January estimate. Production of soy oil is increased to 1.62 MMT from 1.51 MMT. Imports were unchanged at 3.8 MMT. Domestic consumption is increased to 5.5 MMT from 5.4 MMT. Higher end stocks are due to higher opening stocks and higher partially set off by higher domestic consumption.
- After AgRural and Conab, Agroconsult has raised the Brazil's 2016/17 soybean production projection to 104.4 million tons from 102.6 million tons estimated in November. The raise is attributed to favorable weather conditions which helped in boost the yield potential. Brazil's 2015/16 soybean production fell due to the unfavorable weather condition and the country could harvest only 96.3 million tons of soybean.

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	732.00	733.40	729.75	729.75
Feb-16	1.10	726.00	728.00	724.20	724.65

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	2,780	-3870	15260	-690
Feb-16	21,370	280	44080	2830

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	7.25	12.35
Jan-16		-5.10
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	0.50	588.00	592.70	587.20	588.20
Jan-16	-0.20	582.50	584.00	579.30	579.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	1059	518	4953	86
Jan-16	538	29	1938	-6

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	18.8	27.2
Dec-16		-8.4
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-Mar	-0.20	36.01	36.2	35.84	35.87
15-May	-0.21	36.21	36.45	36.09	36.12
15-July	-0.20	36.36	36.68	36.33	36.36
15-Aug	-0.20	36.35	36.6	36.3	36.31
15-Sep	-0.19	36.38	36.38	36.18	36.19

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	75	3300	3330	3300	3280
15-Feb	6	3198	3210	3173	3182
15-Mar	2	3130	3150	3108	3120
15-Apr	8	3084	3107	3069	3083

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
13/01/2017	6.90	13324	4.46	15.81	68.15	3.19	101.14	52.64

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		13-Jan-17	12-Jan-17	
Refined Soybean Oil	Indore	740	735	5
	Indore (Soy Solvent Crude)	705	700	5
	Mumbai	730	725	5
	Mumbai (Soy Degum)	680	680	Unch
	Kandla/Mundra	735	725	10
	Kandla/Mundra (Soy Degum)	705	703	2
	Kolkata	735	730	5
	Delhi	755	755	Unch
	Nagpur	714	714	Unch
	Rajkot	725	730	-5
	Kota	750	750	Unch
	Hyderabad	703	703	Unch
	Akola	752	752	Unch
	Amrawati	752	752	Unch
	Bundi	750	745	5
	Jalna	760	760	Unch
	Alwar	NA	NA	-
	Solapur	760	760	Unch
	Dhule	760	760	Unch
Palm Oil	Kandla (Crude Palm Oil)	610	605	5
	Kandla (RBD Palm oil)	620	615	5
	Kandla RBD Pamolein	635	625	10
	Kakinada (Crude Palm Oil)	565	565	Unch
	Kakinada RBD Pamolein	620	617	3

	Haldia Pamolein	630	625	5
	Chennai RBD Pamolein	630	625	5
	KPT (krishna patnam) Pamolein	620	615	5
	Mumbai RBD Pamolein	635	630	5
	Delhi	680	680	Unch
	Rajkot	630	630	Unch
	Hyderabad	613	613	Unch
	Mangalore RBD Pamolein	630	625	5
	PFAD (Kandla)	475	470	5
	Refined Palm Stearin (Kandla)	540	535	5
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	725	720	5
	Mumbai(Expeller Oil)	665	665	Unch
	Kandla	735	735	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	950	Unch
	Chennai	950	950	Unch
	Delhi	950	950	Unch
	Hyderabad *	1010	1010	Unch
	Mumbai	1000	1010	-10
	Gondal	960	940	20
	Jamnagar	950	940	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	798	-3
	Jaipur (Kacchi Ghani Oil)	815	815	Unch
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	815	818	-3
	Neewai (Expeller Oil)	760	760	Unch
	Neewai (Kacchi Ghani Oil)	805	805	Unch
	Bharatpur (Kacchi Ghani Oil)	840	840	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	795	800	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	820	Unch
	Mumbai (Expeller Oil)	740	790	-50
	Kolkata(Expeller Oil)	980	1020	-40



	New Delhi (Expeller Oil)	815	815	Unch
	Hapur (Expeller Oil)	875	880	-5
	Hapur (Kacchi Ghani Oil)	990	994	-4
	Agra (Kacchi Ghani Oil)	845	845	Unch
Refined Cottonseed Oil	Rajkot	700	695	5
	Hyderabad	670	670	Unch
	Mumbai	690	690	Unch
	New Delhi	695	688	7
Coconut Oil	Kangayan (Crude)	1080	1065	15
	Cochin	1090	1090	Unch
	Trissur	1112	1110	2
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	730	740	-10
Kardi	Mumbai	790	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	765	763	2
	CNF India	785	783	2
Indonesia CPO USD/MT	FOB	775	768	7
	CNF India	795	793	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	763	760	3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	765	763	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1915	1910	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	705	703	2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1780	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	825	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		12-Jan-17	11-Jan-17	Change
Crude Soybean Oil Ship		831	828	3
Refined Soy Oil (Bulk) Ship		860	857	3
Sunflower Oil Ship		755	755	Unch
Cottonseed Oil Ship		811	808	3
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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2017 Indian Agribusiness Systems Pvt Ltd.