

**Domestic Fundamentals:**

- Mostly firm sentiment featured in various edible oils at various markets centers on Wednesday.
- Palm oil prices are can to weaken in near term as prices have rallied continuously on support from Ringgit, low production of palm oil from Malaysia which led to low stocks of palm oil in Malaysia and rise in prices of competitive oils.  
Stocking for Chinese New Year is nearly over and ringgit has started to appreciate. If ringgit appreciates and production starts to rise from February then there could be pullback from present high levels.  
Exports increased in first 15 days of December on demand from secondary locations. Demand from India is weak as demand is slowing on low demand in domestic markets.  
Malaysia increased February palm oil export tax as palm oil prices have sharply risen in medium term. This is second consecutive rise in export tax.  
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 from Indonesia.  
Rise in crude oil prices will support prices. Palm oil prices are in a range.
- Rise in stocks of soy oil in US on higher production of soy oil due higher extraction rate on crush of soybean will underpin soy oil prices. Rains in soybean belt in key Argentina has hampered planting and has damaged standing crops in some key areas. Rains are scheduled to return on Friday. Losses in soybean crop will support soybean complex prices in near term.  
USDA increased Brazil soybean crop to 104 MMT and increased exports to record levels.  
China imported record 9 MMT of soybean in December which has supported soybean prices.  
Rise in crude oil will provide support to soy oil prices in near term. Prices are in a range.
- According to National Oilseed Processors Association (NOPA), U.S. December soybean crush fell marginally to 160.176 million bushels from 160.752 million bushels in November. Crush of soybean in December 2015 was 157.711 million bushels. Production of soy oil in U.S. in December fell to 1.861 billion lbs from 1.856 billion lbs in November 2016. Production in December 2015 was 1.834 billion lbs. Soy oil stocks in U.S. at the end of December rose 7.1 percent to 1.434 billion lbs compared to 1.338 billion lbs in November 2016. Stocks of soy oil in December were lower by 3.2 percent compared to December 2015, which was reported at 1.481 million lbs. Yield rose to 11.62 lbs/bushel in December from 11.55 lbs/bushel in November. Yield in December 2015 was reported at 11.63 lbs/bushel.
- According to Malaysia Palm Oil Board (MPOB), Malaysia increased February crude palm oil export duty to 7.5 percent from 7 percent. Tax is calculated at reference prices of 3,279.76 ringgit (\$734.71). Prices above 2,250 are taxed from 4.5 percent to maximum of 8.5 percent. Malaysia increased January palm oil export duty from 6 percent to 7 percent in December.

**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	-0.85	732.80	734.30	732.80	733.60
Feb-16	-1.50	727.50	728.25	725.15	726.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	1,380	-4440	6280	-1240
Feb-16	18,430	-2110	36720	-6030

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	1.40	8.70
Jan-16		-7.30
Feb-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Dec-16	0.20	594.00	597.30	593.60	595.00
Jan-16	0.50	587.70	591.00	586.40	588.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	789	26	4509	-377
Jan-16	480	-883	2756	6

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	13.0	19.8
Dec-16		-6.8
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	0.09	35.55	35.91	35.52	35.65
15-May	0.09	35.77	36.15	35.75	35.89
15-July	0.09	36.02	36.35	35.96	36.11
15-Aug	0.11	35.98	36.25	35.86	36.03
15-Sep	0.13	35.94	36.07	35.81	35.9

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-8	3233	3268	3230	3243
15-Feb	-8	3185	3210	3173	3183
15-Mar	-7	3145	3175	3141	3150
15-Apr	-4	3095	3123	3090	3102

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/01/2017	6.84	13345	4.44	15.90	68.07	3.23	100.69	51.75

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Jan-17	17-Jan-17	
Refined Soybean Oil	Indore	735	735	Unch
	Indore (Soy Solvent Crude)	705	702	3
	Mumbai	730	730	Unch
	Mumbai (Soy Degum)	685	680	5
	Kandla/Mundra	735	732	3
	Kandla/Mundra (Soy Degum)	705	703	2
	Kolkata	735	735	Unch
	Delhi	760	760	Unch
	Nagpur	703	701	2
	Rajkot	730	735	-5
	Kota	750	755	-5
	Hyderabad	703	703	Unch
	Akola	742	742	Unch
	Amrawati	742	742	Unch
	Bundi	750	748	2
	Jalna	752	750	2
	Alwar	NA	NA	-
	Solapur	751	750	1
	Dhule	751	750	1
Palm Oil	Kandla (Crude Palm Oil)	608	603	5
	Kandla (RBD Palm oil)	615	620	-5
	Kandla RBD Pamolein	635	635	Unch
	Kakinada (Crude Palm Oil)	575	570	5
	Kakinada RBD Pamolein	630	625	5



	Haldia Pamolein	635	635	Unch
	Chennai RBD Pamolein	635	635	Unch
	KPT (krishna patnam) Pamolein	627	620	7
	Mumbai RBD Pamolein	640	640	Unch
	Delhi	680	680	Unch
	Rajkot	640	635	5
	Hyderabad	618	613	5
	Mangalore RBD Pamolein	635	635	Unch
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	540	540	Unch
Refined Sunflower Oil	Chennai	705	710	-5
	Mumbai	725	725	Unch
	Mumbai(Expeller Oil)	665	665	Unch
	Kandla	735	735	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	717	-4
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	665	660	5
	Erode (Expeller Oil)	740	Closed	-
Groundnut Oil	Rajkot	960	970	-10
	Chennai	940	950	-10
	Delhi	950	950	Unch
	Hyderabad *	1010	1010	Unch
	Mumbai	1020	1020	Unch
	Gondal	Closed	Closed	-
	Jamnagar	960	960	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	796	4
	Jaipur (Kacchi Ghani Oil)	833	822	11
	Kota (Expeller Oil)	790	770	20
	Kota (Kacchi Ghani Oil)	820	820	Unch
	Neewai (Expeller Oil)	770	765	5
	Neewai (Kacchi Ghani Oil)	815	810	5
	Bharatpur (Kacchi Ghani Oil)	855	845	10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	795	795	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	815	5
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	960	980	-20



	New Delhi (Expeller Oil)	840	835	5
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	990	995	-5
	Agra (Kacchi Ghani Oil)	860	850	10
Refined Cottonseed Oil	Rajkot	700	698	2
	Hyderabad	660	660	Unch
	Mumbai	690	690	Unch
	New Delhi	705	700	5
Coconut Oil	Kangayan (Crude)	1090	Closed	-
	Cochin	1100	1100	Unch
	Trissur	1113	1113	Unch
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	740	740	Unch
Rice Bran Oil (40%)	New Delhi	520	520	Unch
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	768	760	8
	CNF India	790	788	2
Indonesia CPO USD/MT	FOB	785	783	2
	CNF India	800	795	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	763	758	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	770	768	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1990	1970	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	710	708	2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1830	-
Ukraine Origin CSFO USD/MT Kandla	CIF	828	825	3
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		17-Jan-17	16-Jan-17	Change
Crude Soybean Oil Ship		824	820	4
Refined Soy Oil (Bulk) Ship		853	849	4
Sunflower Oil Ship		750	755	-5
Cottonseed Oil Ship		804	800	4
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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