



#### Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at various markets centers on Thursday.
- 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 which may underpin prices.  
Malaysia increased February palm oil export tax as palm oil prices have sharply risen in medium term.  
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 in December on higher production of soy oil due higher extraction rate on crush of soybean will underpin soy oil prices. Crush in January is progressing at lower levels which may lower soy oil stocks and support 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.  
China imported record 9 MMT of soybean in December which has supported soybean prices. However, record crops in Brazil may underpin 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	-0.25	733.80	734.00	732.75	733.00
Feb-16	-2.15	726.00	727.40	723.25	724.45

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	1,430	50	4860	-1420
Feb-16	11,820	-6610	37140	420

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	2.00	10.55
Jan-16		-8.55
Feb-16		

#### MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	0.20	595.00	595.70	591.20	592.20
Jan-16	0.50	588.00	588.90	584.30	584.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	791	2	4035	-474
Jan-16	859	379	2665	-91

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	13.8	21.3
Dec-16		-7.5
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	-0.02	35.59	35.7	35.44	35.56
15-May	-0.03	35.81	35.93	35.68	35.79
15-July	-0.01	36.04	36.14	35.93	36.03
15-Aug	-0.01	35.91	35.91	35.78	35.9
15-Sep	-0.03	35.72	35.82	35.69	35.69

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-14	3189	3203	3166	3167
15-Feb	-19	3157	3171	3130	3131
15-Mar	-21	3110	3121	3079	3081
15-Apr	-22	3065	3068	3028	3030

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
19/01/2017	6.82	13393	4.455	15.96	68.11	3.23	100.69	51.51

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-Jan-17	18-Jan-17	
Refined Soybean Oil	Indore	735	735	Unch
	Indore (Soy Solvent Crude)	705	705	Unch
	Mumbai	730	730	Unch
	Mumbai (Soy Degum)	685	685	Unch
	Kandla/Mundra	730	735	-5
	Kandla/Mundra (Soy Degum)	705	705	Unch
	Kolkata	735	735	Unch
	Delhi	760	760	Unch
	Nagpur	703	703	Unch
	Rajkot	727	730	-3
	Kota	750	750	Unch
	Hyderabad	703	703	Unch
	Akola	742	742	Unch
	Amrawati	742	742	Unch
	Bundi	750	750	Unch
	Jalna	752	752	Unch
	Alwar	NA	NA	-
	Solapur	751	751	Unch
	Dhule	751	751	Unch
Palm Oil	Kandla (Crude Palm Oil)	606	608	-2
	Kandla (RBD Palm oil)	615	615	Unch
	Kandla RBD Pamolein	635	635	Unch
	Kakinada (Crude Palm Oil)	575	575	Unch
	Kakinada RBD Pamolein	630	630	Unch

	Haldia Pamolein	635	635	Unch
	Chennai RBD Pamolein	635	635	Unch
	KPT (krishna patnam) Pamolein	627	627	Unch
	Mumbai RBD Pamolein	640	640	Unch
	Delhi	685	680	5
	Rajkot	635	640	-5
	Hyderabad	608	618	-10
	Mangalore RBD Pamolein	635	635	Unch
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	540	540	Unch
Refined Sunflower Oil	Chennai	715	705	10
	Mumbai	725	725	Unch
	Mumbai(Expeller Oil)	665	665	Unch
	Kandla	735	735	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	713	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	960	960	Unch
	Chennai	940	940	Unch
	Delhi	950	950	Unch
	Hyderabad *	1010	1010	Unch
	Mumbai	1020	1020	Unch
	Gondal	960	Closed	-
	Jamnagar	960	960	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	805	800	5
	Jaipur (Kacchi Ghani Oil)	833	833	Unch
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	828	820	8
	Neewai (Expeller Oil)	770	770	Unch
	Neewai (Kacchi Ghani Oil)	815	815	Unch
	Bharatpur (Kacchi Ghani Oil)	840	855	-15
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	800	795	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	825	820	5
	Mumbai (Expeller Oil)	800	790	10
	Kolkata(Expeller Oil)	960	960	Unch



	New Delhi (Expeller Oil)	840	840	Unch
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	990	990	Unch
	Agra (Kacchi Ghani Oil)	845	860	-15
Refined Cottonseed Oil	Rajkot	705	700	5
	Hyderabad	665	660	5
	Mumbai	690	690	Unch
	New Delhi	708	705	3
Coconut Oil	Kangayan (Crude)	1170	1090	80
	Cochin	1100	1100	Unch
	Trissur	1119	1113	6
Sesame Oil	New Delhi	785	780	5
	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	765	768	-3
	CNF India	790	790	Unch
Indonesia CPO USD/MT	FOB	788	785	3
	CNF India	800	800	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	765	763	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	770	770	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	2010	1990	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	710	710	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1830	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	828	-3
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		18-Jan-17	17-Jan-17	Change
Crude Soybean Oil Ship		822	824	-2
Refined Soy Oil (Bulk) Ship		851	853	-2
Sunflower Oil Ship		750	750	Unch
Cottonseed Oil Ship		802	804	-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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