

Domestic Fundamentals:

- Weak sentiment featured in various edible oils at various markets centers on Wednesday.
- Import demand of soy oil will get boost as CNF soy oil premium over CNF CPO has fallen below USD 50 per ton.
- Palm oil prices are expected to get support in near term by DALIAN RBD palmolein as demand of RBD palmolein from China doubled from Malaysia in December, according to data released by CNGOIC. Imports of palm oil by China from Malaysia doubled in December, which shows that demand will stay elevated going ahead from Malaysia. RBD palmolein FOB prices are quoted below Indonesia CPO which has led demand shift from Indonesia to Malaysia which has led to depletion of palm oil stocks and support palm oil prices. However, appreciating Ringgit will cap upside. Exports of palm oil are showing strong numbers. Exports rose between 17-21 percent in first 20 days of January. But demand from India and China is not as strong as EU and other destinations. If demand from these two destinations fails to catch up then prices will tilt lower. Rise in crude oil prices could support prices. Palm oil prices are in a range.
- Weather has improved in Argentina after wet conditions prevailed which led to crop losses. However, 20 percent area in 2 states is affected by floods currently and no more planting can be done in those fields. Rosario Grains Exchange cut soybean production of Argentina to 52.9 MMT in 2016/17 from 58.8 MMT in 2015/16 due to losses due to wet conditions coupled will loss due to dry conditions. Harvesting has started in Brazil with 2.2 percent harvest until last reports while some rains are reported but there is no loss reported. Record crops in Brazil may underpin prices. 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. Rise in crude oil will provide support to soy oil prices in near term. Prices are in a range.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's January 1-25 palm oil exports rose 9.3 percent to 924,282 tons compared to 845,441 tons in corresponding period last month. Top buyers were European Union at 236,775 tons (244,677 tons), China at 142,710 tons (186,985 tons) and India & subcontinent at 128,800 tons (144,175 ton). Values in brackets are figures of corresponding period last month.
- According to China's General Administration of Customs (CNGOIC), China's December palm oil imports rose 1.77 percent to 6.80 lakh tons. Year to date imports fell 24.22 percent to 44.78 lakh tons. Imports from Indonesia in December fell 16.21 percent to 4.74 lakh tons while year to date imports fell 23.35 percent to 26.44 lakh tons. Imports from Malaysia in December rose 100.98 percent to 2.05 lakh tons while year to date imports fell 25.37 percent to 18.29 lakh tons.

Outlook: Edible oil basket is expected to feature firm soy and palm oil with weak rapeseed oil in the spot market.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Jan-16	-2.80	716.40	716.40	712.30	715.30
Feb-16	-3.05	711.30	711.30	707.10	710.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	9,920	-280	38760	-10
Feb-16	3,200	-1280	20220	1540

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	14.70	19.80
Jan-16		-5.10
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-0.70	595.30	596.40	594.10	596.40
Jan-16	-1.60	586.70	586.70	583.30	586.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	509	-320	2907	-293
Jan-16	634	-730	2799	-19

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	3.6	13.6
Dec-16		-10
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	-0.19	35.3	35.3	35.05	35.09
15-May	-0.21	35.55	35.55	35.29	35.32
15-July	-0.19	35.77	35.77	35.53	35.56
15-Aug	-0.20	35.7	35.7	35.5	35.5
15-Sep	-0.14	35.6	35.6	35.45	35.45

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-18	3265	3275	3242	3278
15-Feb	-22	3186	3206	3163	3204
15-Mar	-23	3131	3150	3106	3149
15-Apr	-27	3079	3090	3051	3090

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
25/01/2017	6.88	13343	4.438	15.92	68.14	3.17	100.43	52.82

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		25-Jan-17	24-Jan-17	
Refined Soybean Oil	Indore	730	725	5
	Indore (Soy Solvent Crude)	695	695	Unch
	Mumbai	725	730	-5
	Mumbai (Soy Degum)	680	680	Unch
	Kandla/Mundra	720	730	-10
	Kandla/Mundra (Soy Degum)	695	700	-5
	Kolkata	735	735	Unch
	Delhi	755	755	Unch
	Nagpur	713	713	Unch
	Rajkot	715	720	-5
	Kota	745	750	-5
	Hyderabad	703	703	Unch
	Akola	752	752	Unch
	Amrawati	752	752	Unch
	Bundi	740	742	-2
	Jalna	760	760	Unch
	Alwar	NA	NA	-
	Solapur	761	761	Unch
	Dhule	759	759	Unch
Palm Oil	Kandla (Crude Palm Oil)	600	605	-5
	Kandla (RBD Palm oil)	620	620	Unch
	Kandla RBD Pamolein	635	640	-5
	Kakinada (Crude Palm Oil)	585	580	5
	Kakinada RBD Pamolein	635	635	Unch

	Haldia Pamolein	635	640	-5
	Chennai RBD Pamolein	640	640	Unch
	KPT (krishna patnam) Pamolein	632	630	2
	Mumbai RBD Pamolein	645	650	-5
	Delhi	685	685	Unch
	Rajkot	635	640	-5
	Hyderabad	618	613	5
	Mangalore RBD Pamolein	640	640	Unch
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	540	540	Unch
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	725	725	Unch
	Mumbai(Expeller Oil)	665	665	Unch
	Kandla (Ref.)	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	713	4
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	950	960	-10
	Chennai	950	940	10
	Delhi	950	950	Unch
	Hyderabad *	1015	1010	5
	Mumbai	1020	1020	Unch
	Gondal	955	960	-5
	Jamnagar	950	960	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	792	3
	Jaipur (Kacchi Ghani Oil)	806	827	-21
	Kota (Expeller Oil)	770	780	-10
	Kota (Kacchi Ghani Oil)	820	820	Unch
	Neewai (Expeller Oil)	775	782	-7
	Neewai (Kacchi Ghani Oil)	790	802	-12
	Bharatpur (Kacchi Ghani Oil)	820	830	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	790	790	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	815	5
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	960	960	Unch



	New Delhi (Expeller Oil)	825	835	-10
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	990	990	Unch
	Agra (Kacchi Ghani Oil)	825	835	-10
Refined Cottonseed Oil	Rajkot	720	715	5
	Hyderabad	670	665	5
	Mumbai	695	700	-5
	New Delhi	705	705	Unch
Coconut Oil	Kangayan (Crude)	1280	1280	Unch
	Cochin	1110	1110	Unch
	Trissur	1330	1330	Unch
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	740	740	Unch
Rice Bran Oil (40%)	New Delhi	535	535	Unch
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	773	775	-2
	CNF India	796	798	-2
Indonesia CPO USD/MT	FOB	793	793	Unch
	CNF India	810	815	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	773	773	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	773	775	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	2040	2030	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	710	710	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1920	-1920
Ukraine Origin CSFO USD/MT Kandla	CIF	830	828	2
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		24-Jan-17	23-Jan-17	Change
Crude Soybean Oil Ship		805	805	Unch
Refined Soy Oil (Bulk) Ship		833	833	Unch
Sunflower Oil Ship		748	745	3
Cottonseed Oil Ship		785	785	Unch
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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