

Domestic Fundamentals:

- Weak sentiment featured in various edible oils at various markets centers on Friday.
- Palm oil prices are expected to fall as demand will decrease in India and China in near term. India is purchasing at very low levels. Imports by India have decreased in first 25 days of December due to low premium of soy oil over palm oil despite low stocks at ports and pipelines.
Appreciating Ringgit will adversely affect palm oil prices.
Low premium of palm oil over soy oil will underpin palm oil prices.
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.
Exports of palm oil are showing strong numbers. Exports rose between 9-10 percent in first 25 days of January. However, demand from India and China is expected to show weak demand going ahead.
Rise in crude oil prices could support prices. Palm oil prices are in a range.
- Fall in Renewable Identification Numbers (RINs) which is used to value renewable credits which leads to higher soy oil consumption in renewable energy has adversely affected prices.
Weather has improved in Argentina after wet conditions prevailed which led to crop losses.
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 Societe Generale de Surveillance (SGS), Malaysia's January 1-25 palm oil exports rose 9.3 percent to 904,257 tons compared to 827,347 tons in the corresponding period last month. Top buyers were European Union at 178,315 tons (204,375 tons), China at 145,510 tons (154,477 tons), India at 58,550 tons (103,525 tons), United States at 44,450 tons (36,925 tons) and Pakistan at 22,000 tons (14,150 tons). Values in brackets are figures of corresponding period last month.
- According to Indonesia's trade ministry, Indonesia set February crude palm oil export duty at USD 18 per ton will be triggered above USD 800 per ton. Export duty will be charged between USD 800-850 per ton. Tax will be calculated at a reference price of USD 815.5 per ton for February.
- US 2016 biodiesel production rose 28.6 percent to 1.8 million gallons compared to 1.4 billion gallons in 2015, according to National Biodiesel Board. Demand of biodiesel and renewable diesel in 2016 rose to record of 2.9 billion gallons, higher by 40 percent. Imports increased 1 billion gallons in 2016, higher by 50 percent y-o-y.

Outlook: Edible oil basket is expected to feature weak sentiment in near term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Jan-16	-12.00	710.20	710.85	704.10	704.95
Feb-16	-17.30	704.05	704.05	695.10	695.55

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	28,030	18110	41880	3120
Feb-16	26,130	22930	30770	10550

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	25.05	34.45
Jan-16		-9.40
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-9.10	592.50	595.00	585.10	588.10
Jan-16	-10.30	584.10	584.10	577.00	577.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	1274	765	2492	-415
Jan-16	2235	1601	3207	408

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	6.9	17.2
Dec-16		-10.3
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	-0.22	34.47	34.52	34.22	34.25
15-May	-0.23	34.73	34.76	34.5	34.51
15-July	-0.24	34.98	34.99	34.74	34.74
15-Aug	-0.27	35	35	34.74	34.74
15-Sep	-0.28	34.92	34.92	34.67	34.67

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-13	3120	3136	3112	3135
15-Feb	-16	3052	3073	3051	3070
15-Mar	-18	2998	3009	2991	3007
15-Apr	-19	2938	2950	2938	2947

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/01/2017	6.88	13371	4.43	15.95	68.14	3.18	100.43	53.42

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-Jan-17	25-Jan-17	
Refined Soybean Oil	Indore	730	730	Unch
	Indore (Soy Solvent Crude)	690	695	-5
	Mumbai	720	725	-5
	Mumbai (Soy Degum)	660	680	-20
	Kandla/Mundra	715	720	-5
	Kandla/Mundra (Soy Degum)	675	695	-20
	Kolkata	730	735	-5
	Delhi	745	755	-10
	Nagpur	713	713	Unch
	Rajkot	710	715	-5
	Kota	730	745	-15
	Hyderabad	703	703	Unch
	Akola	752	752	Unch
	Amrawati	752	752	Unch
	Bundi	735	740	-5
	Jalna	760	760	Unch
	Alwar	NA	NA	-
	Solapur	761	761	Unch
	Dhule	759	759	Unch
Palm Oil	Kandla (Crude Palm Oil)	595	600	-5
	Kandla (RBD Palm oil)	615	620	-5
	Kandla RBD Pamolein	630	635	-5
	Kakinada (Crude Palm Oil)	575	585	-10
	Kakinada RBD Pamolein	630	635	-5



	Haldia Pamolein	630	635	-5
	Chennai RBD Pamolein	635	640	-5
	KPT (krishna patnam) Pamolein	625	632	-7
	Mumbai RBD Pamolein	640	645	-5
	Delhi	680	685	-5
	Rajkot	630	635	-5
	Hyderabad	608	618	-10
	Mangalore RBD Pamolein	635	640	-5
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	540	540	Unch
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	720	725	-5
	Mumbai(Expeller Oil)	660	665	-5
	Kandla (Ref.)	735	740	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	717	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	735	740	-5
Groundnut Oil	Rajkot	940	950	-10
	Chennai	950	950	Unch
	Delhi	950	950	Unch
	Hyderabad *	1015	1015	Unch
	Mumbai	1020	1020	Unch
	Gondal	950	955	-5
	Jamnagar	940	950	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	795	-15
	Jaipur (Kacchi Ghani Oil)	806	806	Unch
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	805	820	-15
	Neewai (Expeller Oil)	775	775	Unch
	Neewai (Kacchi Ghani Oil)	790	790	Unch
	Bharatpur (Kacchi Ghani Oil)	840	820	20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	780	790	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	820	-20
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	960	960	Unch



	New Delhi (Expeller Oil)	820	825	-5
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	990	990	Unch
	Agra (Kacchi Ghani Oil)	845	825	20
Refined Cottonseed Oil	Rajkot	705	720	-15
	Hyderabad	670	670	Unch
	Mumbai	700	695	5
	New Delhi	700	705	-5
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	773	Unch
	CNF India	790	796	-6
Indonesia CPO USD/MT	FOB	783	793	-10
	CNF India	803	810	-7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	770	773	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	765	773	-8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	2020	2040	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	710	710	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1910	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	830	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		25-Jan-17	24-Jan-17	Change
Crude Soybean Oil Ship		785	805	-20
Refined Soy Oil (Bulk) Ship		812	833	-21
Sunflower Oil Ship		748	748	Unch
Cottonseed Oil Ship		765	785	-20
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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