

Domestic Fundamentals:

- Mostly sideways to weak sentiment featured in various edible oils at various markets centers on Monday.
- 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. 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. Further, weaker ringgit has supported exports. Exports of palm oil are showing strong numbers. However, exports are weak to top export destinations. Exports between 20-25 January has slowed indicating weak trend of demand. End stocks of palm oil in Malaysia will show limited fall if exports do not show increase by the end of January. Production will remain weak until March on lagged effect of El Nino and seasonal downtrend of production. Palm oil prices are in a range.
- Fall in Renewable Identification Numbers (RINs) in US which is used to value renewable credits which leads to higher soy oil consumption in renewable energy has adversely affected soy oil prices. US imports of RIN has caused Trump administration to act be delaying 30 regulation finalized by Obama administration which may be replace by quota system. Weather has improved in Argentina after wet conditions prevailed which led to crop losses. Harvesting has started in Brazil with 4.3 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 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	-6.50	704.00	705.00	697.40	697.50
Feb-16	-7.10	693.00	693.00	686.50	686.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	20,230	-7800	38250	-3630
Feb-16	13,170	-12960	36300	5530

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	20.50	31.40
Jan-16		-10.90
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-3.40	574.10	574.90	571.00	572.50
Jan-16	-3.80	565.00	565.00	561.50	563.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	1245	-990	3839	632
Jan-16	208	8	845	45

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	19.5	29
Dec-16		-9.5
Jan-16		

* CPO Kandla prices taken for spread calculated as at 5:30 PM

January 31, 2017
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	-0.24	34.27	34.27	34.01	34.03
15-May	-0.24	34.55	34.6	34.28	34.31
15-July	-0.24	34.8	34.8	34.54	34.56
15-Aug	-0.22	34.81	34.81	34.59	34.59
15-Sep	-0.15	34.77	34.77	34.62	34.62

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)
31/01/2017	6.88	13331	4.43	15.88	67.94	3.15	100.58	53.37

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		30-Jan-17	28-Jan-17	
Refined Soybean Oil	Indore	718	718	Unch
	Indore (Soy Solvent Crude)	685	685	Unch
	Mumbai	700	705	-5
	Mumbai (Soy Degum)	660	660	Unch
	Kandla/Mundra	705	705	Unch
	Kandla/Mundra (Soy Degum)	675	678	-3
	Kolkata	715	720	-5
	Delhi	740	745	-5
	Nagpur	699	706	-7
	Rajkot	700	700	Unch
	Kota	730	730	Unch
	Hyderabad	703	703	Unch
	Akola	738	745	-7
	Amrawati	738	745	-7
	Bundi	720	730	-10
	Jalna	748	760	-12
	Alwar	NA	NA	-
	Solapur	747	761	-14
	Dhule	747	759	-12
Palm Oil	Kandla (Crude Palm Oil)	592	592	Unch
	Kandla (RBD Palm oil)	610	610	Unch
	Kandla RBD Pamolein	630	630	Unch
	Kakinada (Crude Palm Oil)	590	590	Unch
	Kakinada RBD Pamolein	630	630	Unch
	Haldia Pamolein	630	630	Unch
	Chennai RBD Pamolein	635	635	Unch



	KPT (krishna patnam) Pamolein	625	625	Unch
	Mumbai RBD Pamolein	635	635	Unch
	Delhi	675	675	Unch
	Rajkot	625	628	-3
	Hyderabad	599	599	Unch
	Mangalore RBD Pamolein	635	635	Unch
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	530	530	Unch
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	715	715	Unch
	Mumbai(Expeller Oil)	665	658	7
	Kandla (Ref.)	725	730	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	722	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	735	735	Unch
Groundnut Oil	Rajkot	940	940	Unch
	Chennai	950	950	Unch
	Delhi	950	950	Unch
	Hyderabad *	1015	1015	Unch
	Mumbai	1010	1020	-10
	Gondal	940	950	-10
	Jamnagar	940	940	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	803	803	Unch
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	805	805	Unch
	Neewai (Expeller Oil)	770	775	-5
	Neewai (Kacchi Ghani Oil)	785	790	-5
	Bharatpur (Kacchi Ghani Oil)	810	830	-20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	780	780	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	790	800	-10
	Kolkata(Expeller Oil)	960	960	Unch
	New Delhi (Expeller Oil)	815	815	Unch
	Hapur (Expeller Oil)	885	Closed	-

	Hapur (Kacchi Ghani Oil)	990	Closed	-
	Agra (Kacchi Ghani Oil)	815	835	-20
Refined Cottonseed Oil	Rajkot	700	710	-10
	Hyderabad	680	680	Unch
	Mumbai	695	700	-5
	New Delhi	695	700	-5
Coconut Oil	Kangayan (Crude)	1330	1280	50
	Cochin	1120	1110	10
	Trissur	1380	1330	50
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	740	740	Unch
Rice Bran Oil (40%)	New Delhi	540	535	5
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	600	600	Unch
Malaysia Palmolein USD/MT	FOB	Closed	773	-
	CNF India	Closed	788	-
Indonesia CPO USD/MT	FOB	Closed	783	-
	CNF India	Closed	800	-
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	825	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		28-Jan-17	27-Jan-17	Change
Crude Soybean Oil Ship		Closed	780	-
Refined Soy Oil (Bulk) Ship		Closed	807	-
Sunflower Oil Ship		Closed	748	-
Cottonseed Oil Ship		Closed	760	-
Refined Linseed Oil (Bulk) Ship		Closed	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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