



Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at various markets centers on Wednesday.
- Palm oil exports rose at lower levels in last 10 days of January. Exports grew 4-8 percent in January on weak demand from India and China. Demand is weak from India and China. However improvement in imports from India in last 5 days of January indicate demand is expected to be firm in near term and may improve in first 10 days of February. However low premium of soy oil over palm oil at CNF markets in India may decrease demand in medium term. Demand from India firm from Malaysia as CNF India RBD palmolein is quoted below CNF CPO
China is closed for Chinese New Year which may have shown better numbers of exports from Malaysia. Demand from Indonesia has weakened in December as shown by GAPKI in its export numbers. Demand has shifted towards Malaysia due to aggressive pricing by Malaysia. Data from India and China show demand is higher from China and India from Malaysia compared to Indonesia
Strong ringgit will adversely affect prices in near term. 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 palm oil exports rose 4.3 percent to 1,157,288 tons compared to 1,109,606 tons in December 2016. Top buyers were European Union at 213,950 tons (257,808 tons), China at 145,510 tons (176,477 tons), India at 140,550 tons (154,525 tons), United States at 50,350 tons (43,620 tons) and Pakistan at 31,500 tons (46,150 tons). Values in brackets are figures of December 2016.
- According to Indonesia Palm Oil Association, Indonesia's December 2016 palm and palm kernel oil exports fell 5.6 percent to 2.68 MMT from 2.84 MMT in November 2016. Exports rose 6.8 percent from December 2015 when exports were 2.51 MMT. Exports in November 2016 rose 17.8 percent compared to October 2016. Exports in October 2016 were 2.41 MMT.
- According to Indonesia Palm Oil Association, Indonesia's 2017 crude palm oil production is estimated to rise 12.7 percent to 35.5 MMT compared to 31.1 MMT in 2016. Heavy rains in 2016 will support palm oil production and growth in plantation in 2013 will bear fruit in 2017.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Jan-16	-1.05	697.95	698.80	693.35	697.00
Feb-16	0.10	685.00	688.20	682.50	686.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-16	15,750	-4480	34990	-3260
Feb-16	16,290	3120	47230	10930

Vol-OI are taken at 5:05 PM

Spread	Jan-16	Feb-16
Basis	8.00	18.80
Jan-16		-10.80
Feb-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-16	-1.30	573.20	577.00	573.00	574.10
Jan-16	-0.80	563.00	565.30	562.00	563.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-16	787	-993	3971	-215
Jan-16	159	-197	1003	77

Vol-OI are taken at 5:05 PM

Spread	Nov-16	Dec-16
Basis	17.9	29
Dec-16		-11.1
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	-0.01	33.85	33.94	33.8	33.84
15-May	-0.03	34.15	34.22	34.08	34.11
15-July	-0.05	34.41	34.46	34.34	34.35
15-Aug	-0.02	34.4	34.42	34.39	34.42
15-Sep	0.01	34.38	34.42	34.38	34.42

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-13	3230	3235	3205	3230
15-Feb	-28	3100	3110	3080	3100
15-Mar	-37	3030	3037	3014	3029
15-Apr	-40	2970	2974	2954	2963

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
01/02/2017	6.88	13386	4.429	15.90	67.47	3.14	99.59	53.08

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		1-Feb-17	31-Jan-17	
Refined Soybean Oil	Indore	705	710	-5
	Indore (Soy Solvent Crude)	680	680	Unch
	Mumbai	705	700	5
	Mumbai (Soy Degum)	660	655	5
	Kandla/Mundra	705	705	Unch
	Kandla/Mundra (Soy Degum)	670	672	-2
	Kolkata	710	710	Unch
	Delhi	730	730	Unch
	Nagpur	700	700	Unch
	Rajkot	700	700	Unch
	Kota	730	730	Unch
	Hyderabad	703	703	Unch
	Akola	738	738	Unch
	Amrawati	739	739	Unch
	Bundi	720	720	Unch
	Jalna	748	748	Unch
	Alwar	NA	NA	-
	Solapur	747	747	Unch
	Dhule	747	747	Unch
Palm Oil	Kandla (Crude Palm Oil)	592	588	4
	Kandla (RBD Palm oil)	605	600	5
	Kandla RBD Pamolein	630	620	10
	Kakinada (Crude Palm Oil)	585	585	Unch
	Kakinada RBD Pamolein	625	620	5

	Haldia Pamolein	625	620	5
	Chennai RBD Pamolein	630	625	5
	KPT (krishna patnam) Pamolein	620	615	5
	Mumbai RBD Pamolein	635	630	5
	Delhi	670	670	Unch
	Rajkot	625	625	Unch
	Hyderabad	603	599	4
	Mangalore RBD Pamolein	630	625	5
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	530	530	Unch
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	725	710	15
	Mumbai(Expeller Oil)	655	650	5
	Kandla (Ref.)	725	725	Unch
	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 *	990	990	Unch
	Mumbai	1010	1000	10
	Gondal	940	940	Unch
	Jamnagar	940	940	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	775	775	Unch
	Jaipur (Kacchi Ghani Oil)	795	796	-1
	Kota (Expeller Oil)	760	760	Unch
	Kota (Kacchi Ghani Oil)	795	805	-10
	Neewai (Expeller Oil)	760	760	Unch
	Neewai (Kacchi Ghani Oil)	775	775	Unch
	Bharatpur (Kacchi Ghani Oil)	800	790	10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	790	800	-10
	Mumbai (Expeller Oil)	770	770	Unch
	Kolkata(Expeller Oil)	960	960	Unch



	New Delhi (Expeller Oil)	810	810	Unch
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	990	990	Unch
	Agra (Kacchi Ghani Oil)	805	795	10
Refined Cottonseed Oil	Rajkot	710	710	Unch
	Hyderabad	675	675	Unch
	Mumbai	690	690	Unch
	New Delhi	695	695	Unch
Coconut Oil	Kangayan (Crude)	1330	1330	Unch
	Cochin	1140	1130	10
	Trissur	1400	1400	Unch
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	730	730	Unch
Rice Bran Oil (40%)	New Delhi	540	540	Unch
Rice Bran Oil (4%)	Punjab	595	595	Unch
Rice Bran Oil (4%)	Uttar Pradesh	595	595	Unch
Malaysia Palmolein USD/MT	FOB	Closed	765	-
	CNF India	783	780	3
Indonesia CPO USD/MT	FOB	Closed	773	-
	CNF India	795	793	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	763	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	755	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	2010	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	705	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1920	-
Ukraine Origin CSFO USD/MT Kandla	CIF	820	820	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		31-Jan-17	30-Jan-17	Change
Crude Soybean Oil Ship		760	765	-5
Refined Soy Oil (Bulk) Ship		787	792	-5
Sunflower Oil Ship		745	748	-3
Cottonseed Oil Ship		740	745	-5
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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