

Domestic Fundamentals:

- Steady to firm tone featured in the various edible oils on better buying support.
- 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 by delaying 30 regulation finalized by Obama administration which may be replaced 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
Feb-16	0.25	701.20	706.25	701.00	702.4
Mar-16	-0.65	694.75	696.65	691.60	692.5

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-16	13140	13139.75	30250	-24740
Mar-16	17770	17770.65	45440	20370

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	22.6	
Feb-16		-9.95
Mar-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Feb-16	0.60	586.10	589.10	586.10	587.7
Mar-16	0.50	578.50	582.00	578.40	578.9

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-16	932	145	2006	-1965
Mar-16	1359	1200	3686	2683

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	-14.7	
Feb-16		-8.8
Mar-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					
15-May					
15-July					
15-Aug					
15-Sep					

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan					
15-Feb					
15-Mar					
15-Apr					

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
02/02/2017	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
		2-Feb-17	1-Feb-17	
Refined Soybean Oil	Indore	715	705	10
	Indore (Soy Solvent Crude)	685	680	5
	Mumbai	715	705	10
	Mumbai (Soy Degum)	660	660	Unch
	Kandla/Mundra	710	705	5
	Kandla/Mundra (Soy Degum)	675	670	5
	Kolkata	710	710	Unch
	Delhi	735	730	5
	Nagpur	703	700	3
	Rajkot	700	700	Unch
	Kota	730	730	Unch
	Hyderabad	703	703	Unch
	Akola	741	738	3
	Amrawati	741	739	2
	Bundi	722	720	2
	Jalna	750	748	2
	Alwar	NA	NA	-
	Solapur	750	747	3
	Dhule	749	747	2
Palm Oil	Kandla (Crude Palm Oil)	590	592	-2
	Kandla (RBD Palm oil)	610	605	5
	Kandla RBD Pamolein	630	630	Unch
	Kakinada (Crude Palm Oil)	585	585	Unch
	Kakinada RBD Pamolein	625	625	Unch



	Haldia Pamolein	625	625	Unch
	Chennai RBD Pamolein	630	630	Unch
	KPT (krishna patnam) Pamolein	620	620	Unch
	Mumbai RBD Pamolein	640	635	5
	Delhi	675	670	5
	Rajkot	630	625	5
	Hyderabad	603	603	Unch
	Mangalore RBD Pamolein	630	630	Unch
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	530	530	Unch
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	730	725	5
	Mumbai(Expeller Oil)	655	655	Unch
	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	1000	1010	-10
	Gondal	940	940	Unch
	Jamnagar	940	940	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	775	775	Unch
	Jaipur (Kacchi Ghani Oil)	798	795	3
	Kota (Expeller Oil)	760	760	Unch
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	770	760	10
	Neewai (Kacchi Ghani Oil)	782	775	7
	Bharatpur (Kacchi Ghani Oil)	810	800	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)	795	790	5
	Mumbai (Expeller Oil)	770	770	Unch
	Kolkata(Expeller Oil)	960	960	Unch



	New Delhi (Expeller Oil)	805	810	-5
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	990	990	Unch
	Agra (Kacchi Ghani Oil)	815	805	10
Refined Cottonseed Oil	Rajkot	710	710	Unch
	Hyderabad	675	675	Unch
	Mumbai	695	690	5
	New Delhi	695	695	Unch
Coconut Oil	Kangayan (Crude)	1330	1330	Unch
	Cochin	1150	1140	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	775	Closed	-
	CNF India	793	783	10
Indonesia CPO USD/MT	FOB	773	Closed	-
	CNF India	800	795	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	770	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	765	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	2005	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	710	Closed	-
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)		1-Feb-17	31-Jan-17	Change
Crude Soybean Oil Ship		763	760	3
Refined Soy Oil (Bulk) Ship		789	787	2
Sunflower Oil Ship		745	745	Unch
Cottonseed Oil Ship		743	740	3
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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