

**Domestic Fundamentals:**

- Mixed sentiment featured in various edible oils in various markets on Monday.
- Palm oil exports from Malaysia in first 20 days of February are flat due to weak imports from India and China. Appreciating ringgit will underpin prices in near term. Prices have stretched a lot so prices are retracing. One of the reasons of recent fall is low premium of soy oil over palm oil which will slow imports from Malaysia especially from India which is the biggest importer of palm and soy oil. India is a price sensitive country which may shift demand away from palm oil. Production of palm oil in Malaysia in February is expected to remain weak after weak January. Production will only show growth in second half of 2017. Production fell in January on lagged effect of El Nino and flooding in parts of Malaysia. Lunar New Year holidays at the end of January exaggerate the fall in production. End stocks fell to 5 month lows on lower production. Firm crude oil will support prices. Prices are in a range.
- The US soy oil inventories of January surged to 1.629 billion lbs from 1.582 billion lbs in January 2016 and also from 1.434 billion lbs at the end of December, said NOPA. Rise in inventory of soy oil is primarily due to higher crush of soybean which led to higher production of soy oil leading to higher inventory of soy oil in US. Higher soy oil stocks in US will underpin soy oil prices in near to medium term. Brazil soybean harvest is progressing at very good pace and is above last year and 5-year average. Despite early start to harvest, rains delayed harvest in many areas. However, recent pickup in harvest will pressurize soy complex prices. Soybean crop in Argentina could cross 54.8 MMT if current good weather conditions continue, according to Buenos Aires Grains Exchange. Higher supply from South America will underpin soybean complex prices in near term. Prices are in a range.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's February 1-20 palm oil exports rose 1.7 percent to 745,564 tons compared to 733,002 tons in corresponding period last month. Top buyers were European Union at 146,870 tons (141,845 tons), China at 101,020 tons (113,050 tons), India at 81,290 tons (58,550 tons), United States at 58,230 tons (21,750 tons) and Pakistan at 24,000 tons (14,000 tons). Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's February 1-20 palm oil exports fell 0.8 percent to 733,288 tons compared to 739,367 tons in corresponding period last month. Top buyers were European Union at 161,515 tons (170,570 tons), China at 109,150 tons (109,550 tons) and India & subcontinent at 105,360 tons (110,800 tons). Values in brackets are figures of December 2016.
- According to Malaysia Palm Oil Board (MPOB), Malaysia increased March crude palm oil export duty to 8 percent from 7.5 percent in February. Tax is calculated at reference price of 3,337.30 ringgit (\$748.95) per ton. Tax is calculated above 2,250 ringgit starting from 4.5 percent to a maximum of 8.5 percent.

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

**NCDEX Soy Refined Oil:**

Contract	+/-	Open	High	Low	Close
Mar-16	<b>-3.95</b>	663.50	666.50	660.50	660.80
Apr-16	<b>-4.10</b>	659.60	660.60	654.10	654.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Mar-16	17,370	-10960	54540	-650
Apr-16	4,340	180	25970	310

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	19.20	
Mar-16		-6.10
Apr-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Feb-16	<b>-3.00</b>	560.20	561.10	555.20	556.00
Mar-16	<b>-3.60</b>	551.60	552.00	544.10	545.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-16	642	-616	3035	-40
Mar-16	966	-42	4224	510

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	9.0	
Feb-16		-10.1
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	-0.58	33.63	33.65	32.84	32.94
15-May	-0.61	33.91	33.93	33.13	33.2
15-July	-0.59	34.13	34.15	33.38	33.46
15-Aug	-0.64	34.14	34.14	33.49	33.49
15-Sep	-0.57	34.2	34.26	33.55	33.62

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	-18	3095	3119	3076	3073
15-Mar	-29	2951	2974	2920	2925
15-Apr	-32	2860	2882	2827	2831
15-May	-30	2780	2801	2749	2752

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
20/02/2017	6.88	13348	4.458	15.65	66.92	3.10	100.83	54.10

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		20-Feb-17	18-Feb-17	
Refined Soybean Oil	Indore	680	675	5
	Indore (Soy Solvent Crude)	650	650	Unch
	Mumbai	675	680	-5
	Mumbai (Soy Degum)	638	638	Unch
	Kandla/Mundra	675	675	Unch
	Kandla/Mundra (Soy Degum)	645	645	Unch
	Kolkata	685	685	Unch
	Delhi	700	700	Unch
	Nagpur	684	686	-2
	Rajkot	670	670	Unch
	Kota	680	690	-10
	Hyderabad	694	694	Unch
	Akola	722	723	-1
	Amrawati	722	723	-1
	Bundi	685	690	-5
	Jalna	732	732	Unch
	Alwar	NA	NA	-
	Solapur	733	733	Unch
	Dhule	729	733	-4
Palm Oil	Kandla (Crude Palm Oil)	565	565	Unch
	Kandla (RBD Palm oil)	588	585	3
	Kandla RBD Pamolein	600	600	Unch
	Kakinada (Crude Palm Oil)	565	560	5
	Kakinada RBD Pamolein	610	610	Unch



	Haldia Pamolein	615	615	Unch
	Chennai RBD Pamolein	615	615	Unch
	KPT (krishna patnam) Pamolein	600	600	Unch
	Mumbai RBD Pamolein	605	605	Unch
	Delhi	650	665	-15
	Rajkot	605	602	3
	Hyderabad	575	570	5
	Mangalore RBD Pamolein	615	615	Unch
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	535	535	Unch
Refined Sunflower Oil	Chennai	690	690	Unch
	Mumbai	720	720	Unch
	Mumbai(Expeller Oil)	645	642	3
	Kandla (Ref.)	705	705	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	713	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	655	655	Unch
	Erode (Expeller Oil)	730	730	Unch
Groundnut Oil	Rajkot	900	900	Unch
	Chennai	940	940	Unch
	Delhi	950	920	30
	Hyderabad *	980	980	Unch
	Mumbai	970	970	Unch
	Gondal	940	940	Unch
	Jamnagar	940	950	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	735	735	Unch
	Jaipur (Kacchi Ghani Oil)	765	772	-7
	Kota (Expeller Oil)	720	730	-10
	Kota (Kacchi Ghani Oil)	765	765	Unch
	Neewai (Expeller Oil)	725	730	-5
	Neewai (Kacchi Ghani Oil)	740	745	-5
	Bharatpur (Kacchi Ghani Oil)	780	790	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	735	735	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	770	770	Unch
	Mumbai (Expeller Oil)	740	745	-5
	Kolkata(Expeller Oil)	960	960	Unch

	New Delhi (Expeller Oil)	770	775	-5
	Hapur (Expeller Oil)	880	Closed	-
	Hapur (Kacchi Ghani Oil)	985	Closed	-
	Agra (Kacchi Ghani Oil)	785	795	-10
Refined Cottonseed Oil	Rajkot	685	670	15
	Hyderabad	660	660	Unch
	Mumbai	680	690	-10
	New Delhi	680	665	15
Coconut Oil	Kangayan (Crude)	1210	1250	-40
	Cochin	1220	1215	5
	Trissur	1270	1290	-20
Sesame Oil	New Delhi	770	775	-5
	Mumbai	730	730	Unch
Kardi	Mumbai	730	730	Unch
Rice Bran Oil (40%)	New Delhi	520	520	Unch
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	735	725	10
	CNF India	758	750	8
Indonesia CPO USD/MT	FOB	743	740	3
	CNF India	770	765	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	735	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	733	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1590	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	703	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	800	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		18-Feb-17	17-Feb-17	Change
Crude Soybean Oil Ship		Closed	748	-
Refined Soy Oil (Bulk) Ship		Closed	774	-
Sunflower Oil Ship		Closed	735	-
Cottonseed Oil Ship		Closed	728	-
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).**

#### **Disclaimer**

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2017 Indian Agribusiness Systems Pvt Ltd.