

Domestic Fundamentals:

- Weak sentiment featured in various edible oils in various markets on Tuesday.
- Palm oil- Palm oil exports from Malaysia in first 20 days of February are flat due to weak imports to 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 in 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. Wet and warm weather forecast in major parts of Indonesia in February is expected to support palm oil yields in medium term. Weather led recovery in production will underpin prices on BMD Malaysia which has surged on low palm oil stocks in Malaysia. However, with higher production expected in second half of 2017, prices could retrace lower. Firm crude oil will support prices. Prices are in a range.
- Soy oil- The US soy oil inventories of January surged in January 2016 as reported by 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. Weak competitive oils prices will underpin 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.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Mar-16	-3.40	660.00	663.55	654.50	656.00
Apr-16	-3.75	653.00	656.70	647.60	648.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Mar-16	34,340	16970	59490	4950
Apr-16	9,090	4750	26070	100

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	14.00	
Mar-16		-7.20
Apr-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Feb-16	-7.50	555.00	557.10	546.50	548.00
Mar-16	-8.50	544.00	547.50	535.30	536.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-16	1367	725	2797	-238
Mar-16	2671	1705	4372	148

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	10.0	
Feb-16		-11.1
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	-0.13	32.89	33.18	32.62	32.76
15-May	-0.13	33.15	33.44	32.9	33.03
15-July	-0.11	33.39	33.7	33.17	33.3
15-Aug	-0.10	33.51	33.76	33.27	33.41
15-Sep	-0.13	33.62	33.85	33.36	33.46

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	-49	3095	3095	3016	3024
15-Mar	-53	2949	2952	2864	2868
15-Apr	-49	2854	2860	2777	2783
15-May	-38	2773	2780	2701	2708

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/02/2017	6.886	13336	4.46	15.69	66.97	3.09	101.48	54.71

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-Feb-17	20-Feb-17	
Refined Soybean Oil	Indore	670	680	-10
	Indore (Soy Solvent Crude)	640	650	-10
	Mumbai	670	675	-5
	Mumbai (Soy Degum)	635	638	-3
	Kandla/Mundra	670	675	-5
	Kandla/Mundra (Soy Degum)	640	645	-5
	Kolkata	680	685	-5
	Delhi	695	700	-5
	Nagpur	684	684	Unch
	Rajkot	665	670	-5
	Kota	680	680	Unch
	Hyderabad	689	694	-5
	Akola	722	722	Unch
	Amrawati	722	722	Unch
	Bundi	685	685	Unch
	Jalna	732	732	Unch
	Alwar	NA	NA	-
	Solapur	733	733	Unch
	Dhule	729	729	Unch
Palm Oil	Kandla (Crude Palm Oil)	558	565	-7
	Kandla (RBD Palm oil)	585	588	-3
	Kandla RBD Pamolein	600	600	Unch
	Kakinada (Crude Palm Oil)	560	565	-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	645	650	-5
	Rajkot	595	605	-10
	Hyderabad	565	575	-10
	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)	635	645	-10
	Kandla (Ref.)	705	705	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	713	-10
	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	950	940	10
	Delhi	950	950	Unch
	Hyderabad *	980	980	Unch
	Mumbai	970	970	Unch
	Gondal	940	940	Unch
	Jamnagar	940	940	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	728	735	-7
	Jaipur (Kacchi Ghani Oil)	755	765	-10
	Kota (Expeller Oil)	720	720	Unch
	Kota (Kacchi Ghani Oil)	760	765	-5
	Neewai (Expeller Oil)	725	725	Unch
	Neewai (Kacchi Ghani Oil)	740	740	Unch
	Bharatpur (Kacchi Ghani Oil)	780	780	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	725	735	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	765	770	-5
	Mumbai (Expeller Oil)	740	740	Unch
	Kolkata(Expeller Oil)	960	960	Unch



	New Delhi (Expeller Oil)	765	770	-5
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	985	985	Unch
	Agra (Kacchi Ghani Oil)	785	785	Unch
Refined Cottonseed Oil	Rajkot	670	685	-15
	Hyderabad	650	660	-10
	Mumbai	670	680	-10
	New Delhi	675	680	-5
Coconut Oil	Kangayan (Crude)	1180	1210	-30
	Cochin	1220	1220	Unch
	Trissur	1250	1270	-20
Sesame Oil	New Delhi	770	770	Unch
	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	735	Unch
	CNF India	755	758	-3
Indonesia CPO USD/MT	FOB	738	743	-5
	CNF India	760	770	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	733	735	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	728	733	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1580	1590	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	700	703	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1620	-
Ukraine Origin CSFO USD/MT Kandla	CIF	803	800	3
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		20-Feb-17	18-Feb-17	Change
Crude Soybean Oil Ship		748	748	Unch
Refined Soy Oil (Bulk) Ship		774	774	Unch
Sunflower Oil Ship		735	735	Unch
Cottonseed Oil Ship		728	728	Unch
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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