

Domestic Fundamentals:

- Mostly weak sentiment featured in various edible oils in various markets on Friday.
- Palm oil- Palm oil prices are still expected to be weak in near term in India on low premium of soy oil and sunflower oil and fall in soy oil prices. Demand of palm oil is weak at high seas.
Exports of palm oil from Malaysia in first 20 days of February are flat due to weak imports to India and China. Exports are expected to remain weak for rest of the month. Indian and Chinese buyers are looking for bargains. 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.
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 is expected in second half of 2017, prices could retrace lower. Firm crude oil will support prices. Prices are in a range.
- Soy oil- Beneficial rains in Argentina will support crop development where dry weather could have adversely affected yields. Soybean crop in Argentina could increase if current good weather conditions continue. Higher supply from South America will underpin soybean complex prices in near term.
The US soy oil inventories 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. 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.
- Agroconsult has projected Brazil's 2016/17 soybean production at 107.8 million tons up from 105.3 million projected initially in February. The agency has estimated Brazil's 2016/17 soy exports at 61.1 million tons.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Mar-16	-1.20	652.60	654.30	648.50	653.60
Apr-16	-1.45	644.35	646.60	641.60	646.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Mar-16	32,840	-4860	57910	-2620
Apr-16	13,310	2630	29200	3120

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	11.40	
Mar-16		-7.60
Apr-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Feb-16	-3.80	544.00	546.00	539.70	544.90
Mar-16	-3.10	534.20	534.20	525.60	531.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-16	1290	-745	1423	-570
Mar-16	3461	1264	5041	643

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	0.1	
Feb-16		-13.9
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	0.21	32.34	32.59	32.32	32.53
15-May	0.21	32.65	32.88	32.6	32.8
15-July	0.23	32.97	33.15	32.88	33.1
15-Aug	0.26	33	33.23	33	33.23
15-Sep	0.23	33.25	33.34	33.18	33.29

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Mar	32	2940	2977	2940	2977
15-Apr	25	2828	2861	2818	2860
15-May	22	2770	2808	2763	2806
15-June	26	2723	2760	2720	2758

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/02/2017	6.87	13324	4.44	15.50	66.62	3.06	100.88	54.12

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		24-Feb-17	23-Feb-17	
Refined Soybean Oil	Indore	670	665	5
	Indore (Soy Solvent Crude)	635	635	Unch
	Mumbai	665	665	Unch
	Mumbai (Soy Degum)	620	625	-5
	Kandla/Mundra	665	660	5
	Kandla/Mundra (Soy Degum)	625	630	-5
	Kolkata	670	670	Unch
	Delhi	Closed	685	-
	Nagpur	670	670	Unch
	Rajkot	Closed	655	-
	Kota	Closed	665	-
	Hyderabad	Closed	689	-
	Akola	710	710	Unch
	Amrawati	709	709	Unch
	Bundi	675	675	Unch
	Jalna	717	717	Unch
	Alwar	NA	NA	-
	Solapur	718	718	Unch
	Dhule	714	714	Unch
Palm Oil	Kandla (Crude Palm Oil)	546	545	1
	Kandla (RBD Palm oil)	565	565	Unch
	Kandla RBD Pamolein	580	580	Unch
	Kakinada (Crude Palm Oil)	Closed	550	-
	Kakinada RBD Pamolein	580	585	-5



	Haldia Pamolein	585	590	-5
	Chennai RBD Pamolein	590	595	-5
	KPT (krishna patnam) Pamolein	570	575	-5
	Mumbai RBD Pamolein	585	590	-5
	Delhi	Closed	640	-
	Rajkot	Closed	585	-
	Hyderabad	Closed	561	-
	Mangalore RBD Pamolein	590	595	-5
	PFAD (Kandla)	450	450	Unch
	Refined Palm Stearin (Kandla)	515	520	-5
Refined Sunflower Oil	Chennai	690	690	Unch
	Mumbai	710	710	Unch
	Mumbai(Expeller Oil)	625	627	-2
	Kandla (Ref.)	700	700	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	Closed	703	-
	Latur (Expeller Oil)	Closed	730	-
	Chellakere (Expeller Oil)	Closed	655	-
	Erode (Expeller Oil)	730	730	Unch
Groundnut Oil	Rajkot	Closed	940	-
	Chennai	950	950	Unch
	Delhi	Closed	950	-
	Hyderabad *	Closed	1000	-
	Mumbai	980	980	Unch
	Gondal	Closed	940	-
	Jamnagar	Closed	940	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	700	715	-15
	Jaipur (Kacchi Ghani Oil)	728	738	-10
	Kota (Expeller Oil)	Closed	700	-
	Kota (Kacchi Ghani Oil)	730	740	-10
	Neewai (Expeller Oil)	Closed	700	-
	Neewai (Kacchi Ghani Oil)	Closed	720	-
	Bharatpur (Kacchi Ghani Oil)	760	760	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	700	705	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	745	750	-5
	Mumbai (Expeller Oil)	710	720	-10
	Kolkata(Expeller Oil)	960	960	Unch



	New Delhi (Expeller Oil)	Closed	750	-
	Hapur (Expeller Oil)	Closed	880	-
	Hapur (Kacchi Ghani Oil)	Closed	985	-
	Agra (Kacchi Ghani Oil)	765	765	Unch
Refined Cottonseed Oil	Rajkot	Closed	665	-
	Hyderabad	Closed	650	-
	Mumbai	660	660	Unch
	New Delhi	Closed	665	-
Coconut Oil	Kangayan (Crude)	1190	1190	Unch
	Cochin	1220	1220	Unch
	Trissur	1230	1230	Unch
Sesame Oil	New Delhi	Closed	770	-
	Mumbai	730	730	Unch
Kardi	Mumbai	730	730	Unch
Rice Bran Oil (40%)	New Delhi	Closed	520	-
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	705	715	-10
	CNF India	730	740	-10
Indonesia CPO USD/MT	FOB	718	720	-2
	CNF India	745	753	-8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	705	715	-10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	710	720	-10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1440	1460	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	698	695	3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1500	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	795	5
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		23-Feb-17	22-Feb-17	Change
Crude Soybean Oil Ship		734	744	-10
Refined Soy Oil (Bulk) Ship		760	770	-10
Sunflower Oil Ship		735	735	Unch
Cottonseed Oil Ship		714	724	-10
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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