

Domestic Fundamentals:

- Mostly weak sentiments featured in various edible oils at various market centers Tuesday.
Palm oil- Palm oil exports from Malaysia fell by 12-15 percent in February indicating demand is not improving from India and China. Demand from India has firmed due to demand ahead of Holi. Apart from demand ahead of festivals, demand is weak. Demand from China is weak post Chinese New Year. Indian and Chinese buyers are looking for bargains before they purchase in bulk.
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.
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 quarter of 2017. Production fell in January in Malaysia on lagged effect of El Nino and flooding in parts of Malaysia.
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 palm oil exports fell 12 percent to 1,018,604 tons compared to 1,157,288 tons last month. Top buyers were European Union at 195,090 tons (213,950 tons), China at 143,560 tons (145,510 tons), India at 139,790 tons (140,550 tons), United States at 70,030 tons (50,350 tons) and Pakistan at 24,000 tons (31,500 tons). Values in brackets are figures of last month.
- According to China's General Administration of Customs (CNGOIC), China's January palm oil imports rose 10.98 percent to 5.35 lakh tons. Imports rose from Indonesia in January by 0.18 percent to 3.74 lakh tons. Imports rose from Malaysia in January by 47.91 percent to 1.61 lakh 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	6.45	655.80	661.80	654.50	660.70
Apr-16	5.05	647.00	651.85	647.00	650.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Mar-16	28,590	4260	53650	-2360
Apr-16	15,470	5640	33320	4030

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	4.30	
Mar-16		-9.80
Apr-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Feb-16	2.10	531.10	536.20	531.00	535.00
Mar-16	3.20	525.00	529.10	524.50	528.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-16	1580	-901	4678	-178
Mar-16	2240	43	4420	22

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	12.0	
Feb-16		-6.3
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	0.19	32.3	32.54	32.3	32.54
15-May	0.13	32.56	32.82	32.55	32.76
15-July	0.13	32.84	33.09	32.83	33.04
15-Aug	0.12	32.95	33.14	32.95	33.14
15-Sep	0.16	33.05	33.25	33.05	33.25

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Mar	-22	2915	2917	2866	2898
15-Apr	8	2811	2813	2770	2810
15-May	13	2758	2773	2723	2770
15-June	14	2720	2735	2690	2732

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/02/2017	6.87	13337	4.44	15.48	66.69	3.11	101.01	53.96

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Feb-17	27-Feb-17	
Refined Soybean Oil	Indore	665	665	Unch
	Indore (Soy Solvent Crude)	635	635	Unch
	Mumbai	665	670	-5
	Mumbai (Soy Degum)	618	620	-2
	Kandla/Mundra	665	660	5
	Kandla/Mundra (Soy Degum)	618	625	-7
	Kolkata	670	670	Unch
	Delhi	680	685	-5
	Nagpur	665	665	Unch
	Rajkot	650	655	-5
	Kota	660	665	-5
	Hyderabad	684	684	Unch
	Akola	705	705	Unch
	Amrawati	705	705	Unch
	Bundi	670	670	Unch
	Jalna	714	714	Unch
	Alwar	NA	NA	-
	Solapur	713	713	Unch
	Dhule	709	709	Unch
Palm Oil	Kandla (Crude Palm Oil)	547	552	-5
	Kandla (RBD Palm oil)	565	575	-10
	Kandla RBD Pamolein	585	585	Unch
	Kakinada (Crude Palm Oil)	535	545	-10
	Kakinada RBD Pamolein	585	580	5



	Haldia Pamolein	585	585	Unch
	Chennai RBD Pamolein	590	590	Unch
	KPT (krishna patnam) Pamolein	574	570	4
	Mumbai RBD Pamolein	585	590	-5
	Delhi	635	640	-5
	Rajkot	580	580	Unch
	Hyderabad	546	551	-5
	Mangalore RBD Pamolein	590	590	Unch
	PFAD (Kandla)	440	450	-10
	Refined Palm Stearin (Kandla)	510	515	-5
Refined Sunflower Oil	Chennai	680	685	-5
	Mumbai	715	715	Unch
	Mumbai(Expeller Oil)	615	620	-5
	Kandla (Ref.)	700	700	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	708	708	Unch
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	650	650	Unch
	Erode (Expeller Oil)	725	725	Unch
Groundnut Oil	Rajkot	940	940	Unch
	Chennai	950	950	Unch
	Delhi	950	950	Unch
	Hyderabad *	1015	1000	15
	Mumbai	980	980	Unch
	Gondal	940	940	Unch
	Jamnagar	940	930	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	690	695	-5
	Jaipur (Kacchi Ghani Oil)	728	725	3
	Kota (Expeller Oil)	690	690	Unch
	Kota (Kacchi Ghani Oil)	720	725	-5
	Neewai (Expeller Oil)	675	675	Unch
	Neewai (Kacchi Ghani Oil)	705	705	Unch
	Bharatpur (Kacchi Ghani Oil)	740	740	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	700	700	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	740	740	Unch
	Mumbai (Expeller Oil)	710	710	Unch
	Kolkata(Expeller Oil)	960	960	Unch



	New Delhi (Expeller Oil)	750	745	5
	Hapur (Expeller Oil)	875	880	-5
	Hapur (Kacchi Ghani Oil)	982	985	-3
	Agra (Kacchi Ghani Oil)	745	745	Unch
Refined Cottonseed Oil	Rajkot	675	675	Unch
	Hyderabad	630	630	Unch
	Mumbai	660	660	Unch
	New Delhi	650	660	-10
Coconut Oil	Kangayan (Crude)	1190	1190	Unch
	Cochin	1230	1230	Unch
	Trissur	1210	1230	-20
Sesame Oil	New Delhi	770	770	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	730	730	Unch
Rice Bran Oil (40%)	New Delhi	525	525	Unch
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	700	705	-5
	CNF India	720	728	-8
Indonesia CPO USD/MT	FOB	708	715	-7
	CNF India	733	743	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	700	708	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	695	705	-10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1310	1415	-105
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	690	695	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1400	-
Ukraine Origin CSFO USD/MT Kandla	CIF	798	795	3
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		27-Feb-17	25-Feb-17	Change
Crude Soybean Oil Ship		732	Closed	-
Refined Soy Oil (Bulk) Ship		758	Closed	-
Sunflower Oil Ship		735	Closed	-
Cottonseed Oil Ship		712	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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