



Domestic Fundamentals:

- Mostly weak sentiment featured in various edible oils at various market centers Thursday.
- Palm oil-Support from RBD palmolein DALIAN led BMD higher. However, prices were flat in India as demand is weak in India part from Holi demand.
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 is 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.
Firm crude oil will support prices. Prices are in a range.
- Soy oil - Firm cues on soy oil by Trump administration by to exempt ethanol from production of biodiesel which would have increased corn based biodiesel and soy oil based biodiesel demand. However, White house ruled out such executive order in the evening. Trump administration appointed billionaire investor Carl Ichan as special advisor to President on regulations. Carl Ichan has in past criticized EPA regulation on bio-fuel in its current form.
Moreover, Trump administration is preparing tax credits on production of biodiesel which will increase demand of soy oil.
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.
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 US Energy Information Agency (EIA), US December 2016 biodiesel production rose to 143 million gallons from 142 million gallons in November 2016. Soy oil is the largest feedstock with use of 610 million lbs in December. 596 million lbs was the use in November 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	3.45	675.00	675.00	665.00	668.70
Apr-16	4.20	657.50	663.40	655.60	661.05

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Mar-16	14,630	-19590	40100	-1880
Apr-16	20,060	-14310	45150	3180

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	6.30	
Mar-16		-7.65
Apr-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Feb-16	3.60	537.90	543.50	536.20	541.40
Mar-16	4.10	529.20	536.00	528.70	534.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-16	1781	-868	3918	140
Mar-16	996	-264	1729	245

Vol-OI are taken at 5:05 PM

Spread	Feb-16	Mar-16
Basis	8.6	
Feb-16		-7.2
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	-0.32	34.43	34.43	34.17	34.17
15-May	-0.34	34.64	34.68	34.34	34.4
15-July	-0.35	34.87	34.93	34.6	34.65
15-Aug	-0.39	34.79	34.97	34.68	34.68
15-Sep	-0.38	34.92	35.01	34.74	34.74

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Mar	28	2935	2979	2925	2979
15-Apr	30	2858	2913	2856	2875
15-May	30	2815	2864	2812	2862
15-June	29	2780	2826	2777	2824

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
02/03/2017	6.88	13361	4.447	15.45	66.70	3.09	101.94	53.37

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		2-Mar-17	1-Mar-17	
Refined Soybean Oil	Indore	675	675	Unch
	Indore (Soy Solvent Crude)	640	645	-5
	Mumbai	670	675	-5
	Mumbai (Soy Degum)	625	627	-2
	Kandla/Mundra	660	665	-5
	Kandla/Mundra (Soy Degum)	625	628	-3
	Kolkata	670	675	-5
	Delhi	690	690	Unch
	Nagpur	669	669	Unch
	Rajkot	660	660	Unch
	Kota	660	660	Unch
	Hyderabad	684	684	Unch
	Akola	710	708	2
	Amrawati	708	708	Unch
	Bundi	673	673	Unch
	Jalna	715	715	Unch
	Alwar	NA	NA	-
	Solapur	717	717	Unch
	Dhule	712	712	Unch
Palm Oil	Kandla (Crude Palm Oil)	550	550	Unch
	Kandla (RBD Palm oil)	570	575	-5
	Kandla RBD Pamolein	585	590	-5
	Kakinada (Crude Palm Oil)	535	540	-5
	Kakinada RBD Pamolein	585	590	-5

	Haldia Pamolein	585	590	-5
	Chennai RBD Pamolein	590	595	-5
	KPT (krishna patnam) Pamolein	580	580	Unch
	Mumbai RBD Pamolein	590	595	-5
	Delhi	640	640	Unch
	Rajkot	590	590	Unch
	Hyderabad	546	556	-10
	Mangalore RBD Pamolein	590	595	-5
	PFAD (Kandla)	440	440	Unch
	Refined Palm Stearin (Kandla)	510	510	Unch
Refined Sunflower Oil	Chennai	685	685	Unch
	Mumbai	715	715	Unch
	Mumbai(Expeller Oil)	625	615	10
	Kandla (Ref.)	700	705	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	708	-5
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	650	650	Unch
	Erode (Expeller Oil)	725	725	Unch
Groundnut Oil	Rajkot	950	945	5
	Chennai	960	960	Unch
	Delhi	950	950	Unch
	Hyderabad *	1015	1030	-15
	Mumbai	980	980	Unch
	Gondal	940	950	-10
	Jamnagar	950	950	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	692	695	-3
	Jaipur (Kacchi Ghani Oil)	733	731	2
	Kota (Expeller Oil)	690	690	Unch
	Kota (Kacchi Ghani Oil)	725	730	-5
	Neewai (Expeller Oil)	697	692	5
	Neewai (Kacchi Ghani Oil)	717	712	5
	Bharatpur (Kacchi Ghani Oil)	750	750	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	700	710	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	735	745	-10
	Mumbai (Expeller Oil)	715	715	Unch
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	750	750	Unch
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	982	982	Unch
	Agra (Kacchi Ghani Oil)	755	755	Unch
Refined Cottonseed Oil	Rajkot	680	672	8
	Hyderabad	635	630	5
	Mumbai	665	670	-5
	New Delhi	655	650	5
Coconut Oil	Kangayan (Crude)	1210	1190	20
	Cochin	1230	1230	Unch
	Trissur	1220	1210	10
Sesame Oil	New Delhi	770	770	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	730	730	Unch
Rice Bran Oil (40%)	New Delhi	535	530	5
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	710	708	2
	CNF India	730	723	7
Indonesia CPO USD/MT	FOB	715	725	-10
	CNF India	738	740	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	708	705	3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	700	700	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1320	1300	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	695	695	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1330	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	800	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		1-Mar-17	28-Feb-17	Change
Crude Soybean Oil Ship		752	Unq	-
Refined Soy Oil (Bulk) Ship		778	Unq	-
Sunflower Oil Ship		735	Unq	-
Cottonseed Oil Ship		732	Unq	-
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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