

**Domestic Fundamentals:**

- Mostly weak sentiment featured in various edible oils at various market centers on Friday.
- USDA cut India's import of palm oil by 0.4 MMT in an apparent observation of weak demand from the country. India has just imported 2.13 MMT in the first quarter of oil year 2016-17 (November 2016-January 2017). India's weak demand have been attributed to record production of oilseeds in 2016-17 season and low premium of soy oil, rapeseed oil and sunflower oil over palm oil. Costly palm oil has dented demand in the country for the oil. Demand of CPO mainly imported from Indonesia is weak from Indian refiners due to lower landed cost of RBD palmolein. Inverted tax structure by Malaysia and aggressive pricing by Malaysia has led to lower prices of RBD palmolein at India CNF which has increased its demand. This has depleted palm oil stocks from Malaysia whose market is used as benchmark market where price discovery takes place.
- Palm oil- Expectation of rise in production of palm oil starting second quarter of 2017 and steadying after first half of 2017 will be bearish for palm oil in medium term. Production of palm oil is expected to increase 9-11 percent in 2017 after weak production in 2017 on lagged effect of El Nino. Rains have been consistent since October-November which is set to increase production in coming months.  
Malaysia production in 2017 is expected to touch 19-20 MMT while Indonesia will cloak 34.5-35.5 MMT in 2017.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's February palm oil end stocks fell 5.32 percent to 14.59 lakh tons compared to 15.41 lakh tons in January. Production dropped 1.43 percent in February to 12.59 lakh tons compared to 12.79 lakh tons in January. Exports in January fell 13.97 percent to 11.07 lakh tons compared to January exports at 12.86 lakh tons. Imports in February fell 43.66 percent to 0.40 lakh tons compared to 0.72 lakh tons in January.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's March 1-10 palm oil exports fell 25.7 percent to 250,481 tons compared to 337,282 tons in corresponding period last month. Top buyers were China at 50,590 tons (76,500 tons), India at 35,300 tons (15,800 tons), European Union at 25,270 tons (38,500 tons), United States at 21,800 tons (21,130 tons) and Pakistan at 11,500 tons (12,000 tons). Values in brackets are figures of last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's March 1-10 palm oil exports fell 25.5 percent to 254,141 tons compared to 340,947 tons in corresponding period last month. Top buyers were India & subcontinent at 55,300 tons (34,860 tons), China at 52,950 tons (84,000 tons) European Union at 25,180 tons (30,500 tons). Values in brackets are figures of corresponding period last month.
- According to United States Department of Agriculture (USDA) March estimates, India's will import 9.6 MMT of palm oil in 2016/17, down 0.4 MMT from its previous estimate of 10.0 MMT. Last year imports of palm oil by India were 8.857 MMT. Domestic consumption of palm oil is reduced from 10.15 to 9.75 MMT in its March estimate. Last year domestic consumption was 9.1 MMT.

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

**NCDEX Soy Refined Oil:**

Contract	+/-	Open	High	Low	Close
Mar-16	-0.85	646.40	650.40	646.20	649.90
Apr-16	-0.70	638.00	641.45	637.05	640.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Mar-16	8,930	-1400	25220	-1380
Apr-16	28,210	4990	57430	2050

Vol-OI are taken at 5:05 PM

Spread	Mar-16	Apr-16
Basis	15.10	
Mar-16		-9.40
Apr-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Feb-16	-2.90	545.60	547.00	543.80	544.60
Mar-16	-5.70	532.10	536.80	530.00	530.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-16	973	-514	849	-3608
Mar-16	2481	1746	4856	2633

Vol-OI are taken at 5:05 PM

Spread	Mar-16	Apr-16
Basis	-2.6	
Feb-16		-14.5
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	-0.09	32.87	32.87	32.78	32.78
15-May	-0.13	33.25	33.27	32.81	32.98
15-July	-0.13	33.52	33.54	33.07	33.25
15-Aug	-0.12	33.4	33.4	33.18	33.35
15-Sep	-0.13	33.5	33.5	33.27	33.43

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Mar	-64	2878	2882	2844	2848
15-Apr	-69	2800	2810	2769	2771
15-May	-62	2766	2766	2720	2722
15-June	-59	2703	2706	2675	2677

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/03/2017	6.92	13376	4.46	15.54	66.60	3.18	101.88	49.63

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Mar-17	9-Mar-17	
Refined Soybean Oil	Indore	670	675	-5
	Indore (Soy Solvent Crude)	630	640	-10
	Mumbai	660	670	-10
	Mumbai (Soy Degum)	610	622	-12
	Kandla/Mundra	655	655	Unch
	Kandla/Mundra (Soy Degum)	615	625	-10
	Kolkata	665	665	Unch
	Delhi	680	680	Unch
	Nagpur	655	657	-2
	Rajkot	655	655	Unch
	Kota	670	675	-5
	Hyderabad	679	679	Unch
	Akola	689	693	-4
	Amrawati	688	693	-5
	Bundi	670	675	-5
	Jalna	701	703	-2
	Alwar	NA	NA	-
	Solapur	702	701	1
	Dhule	699	701	-2
Palm Oil	Kandla (Crude Palm Oil)	545	550	-5
	Kandla (RBD Palm oil)	560	565	-5
	Kandla RBD Pamolein	585	590	-5
	Kakinada (Crude Palm Oil)	530	535	-5
	Kakinada RBD Pamolein	585	585	Unch

	Haldia Pamolein	585	587	-2
	Chennai RBD Pamolein	590	592	-2
	KPT (krishna patnam) Pamolein	580	580	Unch
	Mumbai RBD Pamolein	585	590	-5
	Delhi	630	635	-5
	Rajkot	580	585	-5
	Hyderabad	537	546	-9
	Mangalore RBD Pamolein	590	592	-2
	PFAD (Kandla)	440	440	Unch
	Refined Palm Stearin (Kandla)	510	510	Unch
Refined Sunflower Oil	Chennai	680	685	-5
	Mumbai	715	715	Unch
	Mumbai(Expeller Oil)	620	620	Unch
	Kandla (Ref.)	700	700	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	713	-10
	Latur (Expeller Oil)	700	700	Unch
	Chellakere (Expeller Oil)	650	650	Unch
	Erode (Expeller Oil)	710	715	-5
Groundnut Oil	Rajkot	960	960	Unch
	Chennai	970	960	10
	Delhi	950	950	Unch
	Hyderabad *	1060	1060	Unch
	Mumbai	990	990	Unch
	Gondal	960	950	10
	Jamnagar	950	950	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	680	680	Unch
	Jaipur (Kacchi Ghani Oil)	725	725	Unch
	Kota (Expeller Oil)	700	700	Unch
	Kota (Kacchi Ghani Oil)	710	710	Unch
	Neewai (Expeller Oil)	690	690	Unch
	Neewai (Kacchi Ghani Oil)	710	710	Unch
	Bharatpur (Kacchi Ghani Oil)	750	750	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	675	675	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	715	715	Unch
	Mumbai (Expeller Oil)	700	710	-10
	Kolkata(Expeller Oil)	920	920	Unch



	New Delhi (Expeller Oil)	735	735	Unch
	Hapur (Expeller Oil)	750	760	-10
	Hapur (Kacchi Ghani Oil)	882	883	-1
	Agra (Kacchi Ghani Oil)	755	755	Unch
Refined Cottonseed Oil	Rajkot	660	660	Unch
	Hyderabad	635	630	5
	Mumbai	660	662	-2
	New Delhi	640	640	Unch
Coconut Oil	Kangayan (Crude)	1175	1225	-50
	Cochin	1230	1230	Unch
	Trissur	1220	1220	Unch
Sesame Oil	New Delhi	770	770	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	730	730	Unch
Rice Bran Oil (40%)	New Delhi	545	545	Unch
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	715	713	2
	CNF India	730	735	-5
Indonesia CPO USD/MT	FOB	710	700	10
	CNF India	730	740	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	723	725	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	700	703	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1350	1370	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	698	700	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	790	800	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		9-Mar-17	8-Mar-17	Change
Crude Soybean Oil Ship		717	727	-10
Refined Soy Oil (Bulk) Ship		742	752	-10
Sunflower Oil Ship		725	730	-5
Cottonseed Oil Ship		697	707	-10
Refined Linseed Oil (Bulk) Ship		737	747	-10
* 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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