

**Domestic Fundamentals:**

- Steady to weak sentiments featured in the steady to weak tone on ample supply prospects in medium to long-term.
- U.S has decided to impose anti dumping duty on exports of biodiesel exports from Indonesia and Argentina. Indonesia uses crude palm oil to produce biodiesel while Argentina. National Biodiesel Board (NBB) has said that these two players are illegally dumping biodiesel at uncompetitive rates. US imports two thirds of biodiesel from Argentina and rest from Indonesia and Canada.
- Palm oil- Malaysia has decided to import more palm oil from Indonesia as El Nino effect has led to shortage of crude palm oil. Both the countries agreed in 2015 to reduce imports of CPO from Indonesia to support palm oil prices. Expectation of fall in stocks of palm oil in Malaysia in March will support palm oil prices in near term. Production is expected to rise after March. However, production in March is expected to be weak. Palm production is still weak due to lagged effect of El Nino.  
Rise in production after March will weigh on prices. However, weakness in exports and appreciation of ringgit will lead to weakness in prices of palm oil in near term. Exports from Malaysia in first 20 days of March showed 3-8 percent fall. Weak competitive oils are expected to weaken palm oil prices in near term.  
Palm oil production is expected to rise to 19-20 MMT in Malaysia and to 35-36 MMT in Indonesia in 2017 which will pressurize prices in medium term.  
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.  
Appreciating ringgit will cap gains. Prices are in a range.
- Soy oil – Imposition of anti dumping duty on imports of biodiesel from Argentina is expected to support soy oil prices in near term. However, record crop of soybean in Brazil and Argentina coupled with record area under soybean in US will underpin prices.  
Anti dumping duty comes over biodiesel imports after Trump administration decided to delay in set of 30 regulation finalized by Obama administration has send prices of RIN's (Renewable Identification Number) used to value biofuels. This will support soy oil prices in near term.  
Bunions Aires Grains Exchanged has increased Argentina soybean production from 54.8 MMT to 56.5 MMT on higher yields. However, the agency reduced marginally area under soybean in Argentina.  
Conducive condition of soybean harvest has helped harvest to reach around 62 percent in Brazil. Further increase in soybean production is expected in Brazil and Argentina if condition of harvest remains conducive.  
US soy oil end stocks in February point to weak demand of soy oil export and domestic demand as crush was lower than market expectations which led to lower soy oil production. Higher soy oil stocks in US will underpin soy oil prices in medium term.  
Fall in prices of crude oil will underpin prices. Prices are in a range.

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

**NCDEX Soy Refined Oil:**

Contract	+/-	Open	High	Low	Close
Apr-16	-6.35	648.00	649.00	645.50	646.50
May-16	-7.00	640.40	640.40	633.65	635.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Apr-16	18,860	-8030	45460	-660
May-16	10,580	-3580	47610	-140

Vol-OI are taken at 5:05 PM

Spread	Apr-16	May-16
Basis	8.50	
Apr-16		-11.50
May-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
Mar-16	-4.50	534.50	536.50	531.30	532.50
Apr-16	-4.80	517.00	518.40	514.70	515.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Mar-16	420	-300	2239	-452
Apr-16	949	-1053	4405	558

Vol-OI are taken at 5:05 PM

Spread	Mar-16	Apr-16
Basis	7.5	24.5
Mar-16		-17
Apr-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-May	<b>-0.35</b>	33.16	33.29	32.82	32.87
15-July	<b>-0.34</b>	33.42	33.55	33.07	33.14
15-Aug	<b>-0.36</b>	33.51	33.51	33.14	33.18
15-Sep	<b>-0.36</b>	33.52	33.53	33.2	33.23
15-Oct	<b>-0.36</b>	33.6	33.6	33.24	33.26

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Apr	<b>-38</b>	2925	2928	2895	2895
15-May	<b>-17</b>	2834	2836	2815	2825
15-June	<b>-16</b>	2759	2768	2742	2754
15-July	<b>-24</b>	2665	2710	2665	2695

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
24/03/2017	6.89	13315	4.425	15.62	65.40	3.14	99.70	47.94

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		24-Mar-17	23-Mar-17	
Refined Soybean Oil	Indore	655	665	<b>-10</b>
	Indore (Soy Solvent Crude)	625	625	Unch
	Mumbai	645	650	<b>-5</b>
	Mumbai (Soy Degum)	595	600	<b>-5</b>
	Kandla/Mundra	640	645	<b>-5</b>
	Kandla/Mundra (Soy Degum)	610	615	<b>-5</b>
	Kolkata	640	645	<b>-5</b>
	Delhi	672	672	Unch
	Nagpur	702	702	Unch
	Rajkot	635	635	Unch
	Kota	670	670	Unch
	Hyderabad	665	665	Unch
	Akola	687	687	Unch
	Amrawati	687	687	Unch
	Bundi	670	670	Unch
	Jalna	698	698	Unch
	Alwar	NA	NA	-
	Solapur	702	702	Unch
	Dhule	695	695	Unch
Palm Oil	Kandla (Crude Palm Oil)	540	545	<b>-5</b>
	Kandla (RBD Palm oil)	555	560	<b>-5</b>
	Kandla RBD Pamolein	568	575	<b>-7</b>
	Kakinada (Crude Palm Oil)	525	525	Unch
	Kakinada RBD Pamolein	565	580	<b>-15</b>

	Haldia Pamolein	570	580	-10
	Chennai RBD Pamolein	575	585	-10
	KPT (krishna patnam) Pamolein	555	575	-20
	Mumbai RBD Pamolein	575	585	-10
	Delhi	625	625	Unch
	Rajkot	572	572	Unch
	Hyderabad	537	537	Unch
	Mangalore RBD Pamolein	575	585	-10
	PFAD (Kandla)	440	440	Unch
	Refined Palm Stearin (Kandla)	520	520	Unch
Refined Sunflower Oil	Chennai	670	670	Unch
	Mumbai	705	705	Unch
	Mumbai(Expeller Oil)	615	615	Unch
	Kandla (Ref.)	680	680	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	684	684	Unch
	Latur (Expeller Oil)	680	680	Unch
	Chellakere (Expeller Oil)	625	625	Unch
	Erode (Expeller Oil)	705	705	Unch
Groundnut Oil	Rajkot	950	950	Unch
	Chennai	1020	1020	Unch
	Delhi	950	950	Unch
	Hyderabad *	1060	1050	10
	Mumbai	1030	1030	Unch
	Gondal	1000	1000	Unch
	Jamnagar	1000	1000	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	730	708	22
	Jaipur (Kacchi Ghani Oil)	775	765	10
	Kota (Expeller Oil)	730	730	Unch
	Kota (Kacchi Ghani Oil)	780	750	30
	Neewai (Expeller Oil)	730	720	10
	Neewai (Kacchi Ghani Oil)	760	745	15
	Bharatpur (Kacchi Ghani Oil)	800	780	20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	725	710	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	755	745	10
	Mumbai (Expeller Oil)	750	730	20
	Kolkata(Expeller Oil)	NA	NA	-



	New Delhi (Expeller Oil)	750	740	10
	Hapur (Expeller Oil)	780	780	Unch
	Hapur (Kacchi Ghani Oil)	886	886	Unch
	Agra (Kacchi Ghani Oil)	805	785	20
Refined Cottonseed Oil	Rajkot	660	660	Unch
	Hyderabad	635	635	Unch
	Mumbai	640	650	-10
	New Delhi	640	640	Unch
Coconut Oil	Kangayan (Crude)	1250	1250	Unch
	Cochin	1230	1230	Unch
	Trissur	1280	1270	10
Sesame Oil	New Delhi	770	770	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	730	730	Unch
Rice Bran Oil (40%)	New Delhi	550	550	Unch
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	720	725	-5
	CNF India	728	733	-5
Indonesia CPO USD/MT	FOB	700	725	-25
	CNF India	733	733	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	710	720	-10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	673	680	-7
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1300	1330	-30
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	680	685	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1270	-
Ukraine Origin CSFO USD/MT Kandla	CIF	790	790	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	900	900	Unch
Argentina FOB (\$/MT)		23-Mar-17	22-Mar-17	Change
Crude Soybean Oil Ship		708	708	Unch
Refined Soy Oil (Bulk) Ship		733	733	Unch
Sunflower Oil Ship		720	720	Unch
Cottonseed Oil Ship		688	688	Unch
Refined Linseed Oil (Bulk) Ship		728	728	Unch
* 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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