

Domestic Fundamentals:

- Various edible oils featured weak sentiment demand at various trading centers, Friday.
- Palm oil- Appreciation of ringgit along with expectation of rise in production of palm oil in Malaysia in medium term is expected to adversely affect prices. Moreover, fall in competitive oils will support losses. Further, fall in Chinese RBD palmolein will support losses.
Malaysia reduced crude palm oil export duty to 7 percent on expectation of fall in prices on rise in production.
Palm oil end stocks rose in Malaysia in March on strong rise in production partially set off by with rise in exports. Rise in stocks in Malaysia in March was primarily due to rise in production and imports. With improving supply scenario prices are expected to remain low.
Production of palm oil is expected to rise in medium term to rise as lagged effect of El Nino fades. Production is rising on seasonal uptrend of production. Markets are pricing in rise in production in medium term.
Palm oil exports showed strong exports in first ten days of April from Malaysia with rise of 20-25 percent. However, export to top exporting destination slowed in near term due to slowdown of demand from China and India. China has refrained from major buying post Chinese New Year.
India is expected to import lower amount of palm oil on lower premium of soy oil over palm oil and weak demand.
- Soy oil- Soy oil end stocks in US in 2016/17 was raised by USDA due to weak demand i.e lower food, feed and industrial use. Higher stocks of soy oil will underpin soy oil prices in medium term.
USDA increased soybean crop in Brazil to 111 MMT on higher yields. Argentina's production was increased to 56 MMT by USDA on improving condition for harvest. Moreover, expectation of record soybean planting area in US has adversely affected prices of soybean complex in near term. Harvest in Brazil has reached around above 80 percent, above 5-year average. Harvest in Argentina reached double figures.
Harvest has started in Argentina and with conducive weather in key harvest areas, crop estimate will remain elevated. Rise in prices of crude oil will support prices. Prices are in a range.
- According to Solvent Extractors Association (SEA), India's March edible oil imports fell 7 percent y-o-y to 10.93 lakh tons from 11.76 lakh tons in March 2016. Palm oil imports rose 5.9 percent y-o-y to 6.8 lakh tons from 6.42 lakh tons in March 2016. CPO Imports rose 5.8 percent y-o-y to 4.54 lakh tons from 4.29 lakh tons in March 2016. RBD palmolein imports rose 5.3 percent y-o-y to 2.19 lakh tons from 2.08 lakh tons in March 2016. Soy oil imports fell 28.6 percent y-o-y to 2.30 lakh tons from 3.21 lakh tons in March 2016. Sunflower oil imports fell 4.3 percent y-o-y to 1.77 lakh tons from 1.85 lakh ton in March 2016. Rapeseed (Canola) oil was zero in March compared to from 0.27 lakh tons in March 2016.
- According to Malaysia Palm Oil Board (MPOB), Malaysia reduced May crude palm oil export duty to 7 percent from 7.5 percent in April. Tax is calculated at reference price of 3,008.09 ringgit (\$680.41) per ton. Tax is calculated above 2,250 ringgit starting from 4.5 percent to a maximum of 8.5 percent.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Apr-16	0.70	631.70	634.80	631.70	633.70
May-16	1.10	620.60	623.50	617.95	622.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Apr-16	3,000	-1260	19370	-2270
May-16	17,980	-860	58990	220

Vol-OI are taken at 5:05 PM

Spread	Apr-16	May-16
Basis	6.30	
Apr-16		-11.10
May-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Apr-16	1.80	513.00	516.30	510.20	515.50
May-16	0.00	488.50	491.40	487.20	491.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Apr-16	1507	457	6102	-199
May-16	675	-135	4284	156

Vol-OI are taken at 5:05 PM

Spread	Apr-16	May-16
Basis	18.5	
Apr-16		-24.5
May-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	0.04	31.26	31.48	31.16	31.28
15-July	0.03	31.46	31.67	31.34	31.49
15-Aug	0.02	31.57	31.77	31.46	31.59
15-Sep	-0.01	31.68	31.87	31.55	31.67
15-Oct	-0.05	31.76	31.95	31.65	31.71

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Apr	-19	2750	2750	2750	2750
15-May	-20	2655	2667	2646	2651
15-June	-14	2555	2569	2543	2554
15-July	-10	2508	2518	2493	2503

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
14/04/2017	6.88	13279	4.41	15.155	64.68	3.15	100.50	52.89

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		14-Apr-17	13-Apr-17	
Refined Soybean Oil	Indore	640	640	Unch
	Indore (Soy Solvent Crude)	605	605	Unch
	Mumbai	625	625	Unch
	Mumbai (Soy Degum)	570	575	-5
	Kandla/Mundra	615	620	-5
	Kandla/Mundra (Soy Degum)	580	585	-5
	Kolkata	620	625	-5
	Delhi	640	640	Unch
	Nagpur	Closed	677	-
	Rajkot	608	610	-2
	Kota	625	625	Unch
	Hyderabad	Closed	627	-
	Akola	Closed	661	-
	Amrawati	Closed	662	-
	Bundi	640	635	5
	Jalna	Closed	673	-
	Alwar	NA	NA	-
	Solapur	Closed	677	-
	Dhule	Closed	672	-
Palm Oil	Kandla (Crude Palm Oil)	532	537	-5
	Kandla (RBD Palm oil)	545	548	-3
	Kandla RBD Pamolein	560	570	-10
	Kakinada (Crude Palm Oil)	Closed	510	-
	Kakinada RBD Pamolein	540	540	Unch

	Haldia Pamolein	555	555	Unch
	Chennai RBD Pamolein	550	550	Unch
	KPT (krishna patnam) Pamolein	535	535	Unch
	Mumbai RBD Pamolein	560	565	-5
	Delhi	600	605	-5
	Rajkot	558	565	-7
	Hyderabad	Closed	513	-
	Mangalore RBD Pamolein	550	550	Unch
	PFAD (Kandla)	450	450	Unch
	Refined Palm Stearin (Kandla)	490	490	Unch
Refined Sunflower Oil	Chennai	Closed	640	-
	Mumbai	690	690	Unch
	Mumbai(Expeller Oil)	585	585	Unch
	Kandla (Ref.)	670	670	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	Closed	675	-
	Latur (Expeller Oil)	660	660	Unch
	Chellakere (Expeller Oil)	610	610	Unch
	Erode (Expeller Oil)	Closed	690	-
Groundnut Oil	Rajkot	1025	1080	-55
	Chennai	Closed	1070	-
	Delhi	1100	1100	Unch
	Hyderabad *	Closed	1080	-
	Mumbai	1060	1060	Unch
	Gondal	1010	1025	-15
	Jamnagar	1025	1025	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	705	700	5
	Jaipur (Kacchi Ghani Oil)	738	738	Unch
	Kota (Expeller Oil)	700	700	Unch
	Kota (Kacchi Ghani Oil)	740	735	5
	Neewai (Expeller Oil)	702	702	Unch
	Neewai (Kacchi Ghani Oil)	722	722	Unch
	Bharatpur (Kacchi Ghani Oil)	750	750	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	705	700	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	730	725	5
	Mumbai (Expeller Oil)	725	725	Unch
	Kolkata(Expeller Oil)	NA	795	-



	New Delhi (Expeller Oil)	725	720	5
	Hapur (Expeller Oil)	Closed	775	-
	Hapur (Kacchi Ghani Oil)	Closed	882	-
	Agra (Kacchi Ghani Oil)	755	755	Unch
Refined Cottonseed Oil	Rajkot	640	655	-15
	Hyderabad	Closed	610	-
	Mumbai	635	635	Unch
	New Delhi	620	625	-5
Coconut Oil	Kangayan (Crude)	Closed	1320	-
	Cochin	1230	1230	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	770	770	Unch
	Mumbai	735	735	Unch
Kardi	Mumbai	740	740	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	698	703	-5
	CNF India	700	708	-8
Indonesia CPO USD/MT	FOB	683	683	Unch
	CNF India	700	708	-8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	695	700	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	620	625	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1040	1045	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	635	640	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	1050	1050	Unch
Ukraine Origin CSFO USD/MT Kandla	CIF	780	780	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	860	860	Unch
Argentina FOB (\$/MT)		13-Apr-17	12-Apr-17	Change
Crude Soybean Oil Ship		693	693	Unch
Refined Soy Oil (Bulk) Ship		717	717	Unch
Sunflower Oil Ship		710	710	Unch
Cottonseed Oil Ship		673	673	Unch
Refined Linseed Oil (Bulk) Ship		713	713	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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