

**Domestic Fundamentals:**

- Mixed sentiment featured in different edible oils at various market centers on Friday.
- Palm oil- Firm demand of palm oil from top importing destinations, weak ringgit and concerns of lower than expected rise in production of palm oil and rise in competitive oils will support palm oil prices in near term.
Exports from Malaysia in first 25 days of October which rose by 8-9 percent indicate firm demand from top importing destinations
Moreover, palm oil will be supported by rise in prices of CBOT soy oil and RBD palmolein Dalian.
Further, production of palm oil is expected to grow but at lower rate. Southern Palm Oil Millers Association (SPOMA) reported growth of 20.6 percent in palm oil production in first 20 days of October which indicated strong gains in palm oil production in October. However, production may rise at a lower rate.
End stocks of palm oil in Malaysia in October are expected to rise on higher production. However, production will rise at slower than expected rate thereby limiting gains in palm oil end stocks.
Indonesia did not raise export duties on crude palm oil as it expects that it will miss certain thresholds.
Malaysian government estimated that palm oil production will rise at a slower rate of 2.5 percent in 2018 after rise of 15.5 percent in 2017. Average prices have been estimated higher on higher demand from China, EU and India.
- Soy oil- Decision EPA to back out on series of reforms to cut the production of soy oil based biodiesel supported soy oil prices in near term.
Further, imposition of anti dumping duty on imports of biodiesel from Argentina and Indonesia will increase the use of biodiesel in US will support soy oil prices in medium term.
Harvest of soybean picked up in US last week due to clear weather indicates harvest will complete in time. However, harvest was below last year and 5-year average. Other parameters of crop were better than 5-year average.
Planting of soybean has started in Argentina and has reached 1.8 percent of 18.1 million hectares until this Thursday, according to Buenos Aires Grains Exchange. It said that total area under soybean will shrink 5.7 percent in 2017/18 due to flooding.
- Soybean planting in Brazil has reached 20 percent last week which was below last year and 5-year average. Lower pace of planting is due to dry condition in center west Brazil.
According to Malaysian government, Malaysia's palm oil production is expected to rise 2.5 percent in 2018 to 20.5 MMT after rise of 15.5 percent rise in production in 2017 at 20 MMT. Malaysia palm oil output was 17.3 MMT in 2016. Average prices of palm oil in 2018 are estimated at 2,750 ringgit per ton due to higher demand by China, EU and India. Average prices of palm oil in 2017 are estimated at 2,700 ringgit (USD 638) per ton.
- According to Indonesia trade ministry, Indonesia keeps November crude palm oil export duty to zero, unchanged from last month. This is the seventh consecutive month of zero tax. Reference prices of export tax are set at USD 750 per ton. Indonesia kept export duty at zero as it expects that prices will miss certain thresholds.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Nov-17	-1.10	677.50	677.90	675.35	675.50
Dec-17	-0.55	686.00	686.30	684.20	684.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Nov-17	12,600	3930	33170	-3440
Dec-17	8,090	1910	32550	3230

Vol-OI are taken at 5:05 PM

Spread	Nov-17	Dec-17
Basis	-0.50	
Nov-17		8.80
Dec-17		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Oct-17	0.10	544.90	546.40	542.90	544.30
Nov-17	0.20	544.50	546.90	542.50	543.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Oct-17	857	509	1335	-791
Nov-17	1688	1030	5727	490

Vol-OI are taken at 5:05 PM

Spread	Oct-17	Nov-17
Basis	2.7	
Sep-17		-0.9
Oct-17		

* 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-Dec	-0.02	34.5	34.63	34.45	34.48
15-Jan	-0.01	34.66	34.79	34.63	34.65
15-Mar	-0.01	34.88	35.01	34.84	34.87
15-May	-0.02	35.1	35.22	35.06	35.08
15-July	-0.02	35.28	35.4	35.26	35.26

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	1	2796	2808	2786	2786
15-Dec	-2	2805	2814	2791	2795
15-Jan	4	2822	2833	2810	2817
15-Feb	9	2832	2844	2825	2832

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/10/2017	6.65	13619	4.24	17.65	64.88	3.29	94.97	52.55

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-Oct-17	26-Oct-17	
Refined Soybean Oil	Indore	675	675	Unch
	Indore (Soy Solvent Crude)	645	645	Unch
	Mumbai	680	680	Unch
	Mumbai (Soy Degum)	640	640	Unch
	Kandla/Mundra	665	665	Unch
	Kandla/Mundra (Soy Degum)	640	640	Unch
	Kolkata	687	678	9
	Delhi	722	720	2
	Nagpur	712	712	Unch
	Rajkot	665	665	Unch
	Kota	675	675	Unch
	Hyderabad	680	680	Unch
	Akola	710	710	Unch
	Amrawati	710	710	Unch
	Bundi	675	675	Unch
	Jalna	710	716	-6
	Alwar	NA	NA	-
	Solapur	716	716	Unch
	Dhule	715	715	Unch
Palm Oil	Kandla (Crude Palm Oil)	547	547	Unch
	Kandla (RBD Palm oil)	565	565	Unch
	Kandla RBD Pamolein	595	595	Unch
	Kakinada (Crude Palm Oil)	545	545	Unch
	Kakinada RBD Pamolein	590	590	Unch



	Haldia Pamolein	600	600	Unch
	Chennai RBD Pamolein	595	595	Unch
	KPT (krishna patnam) Pamolein	585	585	Unch
	Mumbai RBD Pamolein	615	615	Unch
	Delhi	655	655	Unch
	Rajkot	595	594	1
	Hyderabad	584	584	Unch
	Mangalore RBD Pamolein	595	595	Unch
	PFAD (Kandla)	445	445	Unch
	Refined Palm Stearin (Kandla)	475	475	Unch
Refined Sunflower Oil	Chennai	670	670	Unch
	Mumbai	710	710	Unch
	Mumbai(Expeller Oil)	625	625	Unch
	Kandla (Ref.)	815	815	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	679	684	-5
	Latur (Expeller Oil)	695	695	Unch
	Chellakere (Expeller Oil)	625	625	Unch
	Erode (Expeller Oil)	710	710	Unch
Groundnut Oil	Rajkot	875	870	5
	Chennai	840	840	Unch
	Delhi	865	860	5
	Hyderabad *	870	870	Unch
	Mumbai	905	910	-5
	Gondal	870	870	Unch
	Jamnagar	875	875	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	775	770	5
	Jaipur (Kacchi Ghani Oil)	802	805	-3
	Kota (Expeller Oil)	740	740	Unch
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	752	758	-6
	Neewai (Kacchi Ghani Oil)	782	788	-6
	Bharatpur (Kacchi Ghani Oil)	785	785	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	765	765	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	795	790	5
	Mumbai (Expeller Oil)	780	780	Unch
	Kolkata(Expeller Oil)	880	880	Unch



	New Delhi (Expeller Oil)	780	778	2
	Hapur (Expeller Oil)	830	830	Unch
	Hapur (Kacchi Ghani Oil)	880	880	Unch
	Agra (Kacchi Ghani Oil)	790	790	Unch
Refined Cottonseed Oil	Rajkot	654	652	2
	Hyderabad	645	645	Unch
	Mumbai	675	675	Unch
	New Delhi	640	635	5
Coconut Oil	Kangayan (Crude)	1510	1510	Unch
	Cochin	1600	1600	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	880	840	40
	Mumbai	NA	NA	-
Kardi	Mumbai	870	870	Unch
Rice Bran Oil (40%)	New Delhi	505	505	Unch
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	698	696	2
	CNF India	728	720	8
Indonesia CPO USD/MT	FOB	695	695	Unch
	CNF India	725	725	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	692	690	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	705	705	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1520	1515	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	642	643	-1
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	815	818	-3
Rapeseed Oil Rotterdam Euro/MT	FOB	780	772	8
Argentina FOB (\$/MT)		26-Oct-17	25-Oct-17	Change
Crude Soybean Oil Ship		NA	NA	-
Refined Soy Oil (Bulk) Ship		NA	NA	-
Sunflower Oil Ship		NA	NA	-
Cottonseed Oil Ship		NA	NA	-
Refined Linseed Oil (Bulk) Ship		NA	NA	-
* 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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