

Domestic Fundamentals:

- Most of the key spot edible oil markets were remained mixed with weak biasness on sentiments of ample supply on global fronts, though prices could revive in near term following Ramadan demand.
- Soybean oil traded steady with weak biasness on sentiments of higher production of soybean on global front which is likely to lift soybean stocks up.
- Palm oil remain weak today on concerns of higher production and higher stocks in Malaysia, which has affected the FCPO prices remarkably and hence affecting the domestic prices too.
- As per the latest government notification, Indian Government has revised the tariff value for crude palm oil to US \$ 920, RBD palm oil to US \$943, Crude and refined palmolein to 961, 964 (US dollar per metric tons) respectively. Tariff value is the base price at which the customs duty is determined to prevent under-invoicing.

International Market Fundamentals:

- Iraq has issued a tender on Monday to buy minimum 10,000 tonnes of sunflower oil, said trade ministry in a statement. The deadline of tender is 26 May, 2014 and offers must remain valid till 30 May, 2014. As per the ministry's statement oil could be sourced from any origin apart from China.
- As per the USDA latest report, Soybean production on global front is likely to be around 300 million tonnes, higher than 284 million tonnes in 2013/14, which is adding weight to the global soybean stocks and ultimately hurting the prices.
- Soybean crop in Brazil, which is in the end phase of harvesting will produce 86.57 million tonnes of oilseed, which was earlier expected to be around 86.08 million tonnes, as forecasted in April, said Conab, the Agriculture Ministry's crop supply agency.
- Ukraine, the major producer of sunflower oil in the world, is likely to produce 4.25 MMT of sunflower oil by the end of MY 2013/14, which is around 14 percent higher than the previous season. In MY 2014-15 the country is expected to produce 4.3 MMT of sunflower oil, recording another growth of 3 percent.
- Argentina soy crop production is likely to touch the level of 55.5 million tonnes this season. Earlier it was estimated to be around 54.5 million tonnes. Reason for the same is the yield, which stood higher what was expected earlier.
- Stock of palm oil in Malaysia is being reported a three month high in April. Palm oil stock reached to 1.70 MMT in April, which was 1.69 MMT in March. The stockpile in Malaysia, world second largest palm grower, is putting pressure on the benchmark prices i.e. FCPO.
- BMD CPO could move with slight fluctuation but any uptrend is not being gestured in near term due to Strong Ringgit, as reported by the market participants.
- Soybean imports in China during April 2014 is estimated around 6.5 million tons, nearly 40.6% higher than the imports in March 2014, which stood around 4.62 million tons.
- According to market participants, Palm oil production is expected to decline by 5-10% this year in Indonesia as a effect of El Nino. The country produced around 26 million tones of Palm oil in 2013.
- As per Oil World, Global palm oil imports during April-to-June 2014 seen at 10.5 million tons down 0.9 million tons from previous quarter (Jan.-March) in expectation of good buying from major importers ahead of Muslim festivities in late June.

Outlook: Edible oil basket is expected to feature steady with weak biasness in the near-term.



NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
14-May	2.9	714.40	720.45	714.30	720.00
14-Jun	2.15	695.60	699.70	692.40	698.65
14-Jul	0.95	684.05	688.70	682.85	687.25

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
14-May	10,500	-2,460	59770	-5210
14-Jun	47,480	16,620	153540	160
14-Jul	12,730	2,350	89450	4500

Vol-OI are taken at 5:30 PM

Spread	May-14	Jun-14	Jul-14	Aug-14
Basis	3.00			
14-May		-21.35	-32.75	
14-Jun			-11.40	
14-Jul				

* Indore spot market prices taken for spread calculated as at 5:30 PM

MCX CPO:

Contract	+/-	Open	High	Low	Close
14-May	2.4	549.00	552.70	543.10	551.90
14-Jun	2.3	543.10	548.40	541.60	547.80
14-Jul	2	540.00	545.00	538.60	544.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
14-May	621	-88	2470	-15
14-Jun	272	-68	2176	23
14-Jul	103	55	1009	42

Vol-OI are taken at 5:30 PM

Spread	May-14	Jun-14	Jul-14	Aug-14
Basis	1.1			
14-May		-4.1	-7.9	
14-Jun			-3.8	
14-Jul				

* CPO Kandla prices taken for spread calculated as at 5:30 PM

BMD CPO Futures: (Values in MYR/tons)

Contract	+/-	Open	High	Low	Close
May-14	1	2655	2655	2633	2646
Jun-14	15	2601	2624	2600	2619
Jul-14	12	2571	2592	2568	2589
Aug-14	5	2563	2576	2555	2572

Monday's Quotes

Edible Oil Prices at Key Market as on 12 May 2014

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-May-14	10-May-14	
Refined Soybean Oil	Kota(Loose)	675	670	5
	Rajkot (Loose)	655	660	-5
	Jaipur (Loose)	NA	NA	-
	Hyderabad+ VAT	NA	NA	-
	New Delhi (Loose)	700	700	Unch
	Kakinada	NA	NA	-
	Mumbai +VAT	662	662	Unch
	Indore	695	695	Unch
	Soy Degum Mumbai+VAT	635	640	-5
	SoyDegum Kandla/Mundra+VAT	635	640	-5
	Haldiya Port (Loose)	NA	NA	-
	Akola (Loose)	700	703	-3
	Amrawati (Loose)	700	703	-3
	Jalna	700	705	-5
	Nagpur	705	708	-3
Palm Oil	Chennai.RBD.Palmolein.(Loose)	590	592	-2
	Hyd. RBD Palmolein VAT	595	595	Unch
	New Delhi RBD Palmolein (Loose)	645	640	5
	Kandla CPO (5%FFA)	550	552	-2
	Kakinada.RBD.Palmolein(Loose)	577	577	Unch
	Mumbai RBD Pamolein+ VAT	598	600	-2
	Kandla RBD Palmolein +VAT	590	590	Unch
Sunflower Oil	Mumbai + VAT	670	670	Unch
	Kandla/Mundra	605	605	Unch
	Erode (Exp. Oil)+VAT	665	665	Unch
	Hyderabad Exp +VAT	656	655	1
	Chennai (Loose)	650	642	8
	Bellary (Exp. Oil)+VAT	600	600	Unch
	Latur (Exp. Oil)+VAT	620	620	Unch
	Chellakere (Exp. Oil)+VAT	605	600	5
Groundnut Oil	Rajkot (Loose)	710	725	-15
	Chennai (Loose)	730	730	Unch
	New Delhi (Loose)	730	720	10
	Hyderabad Exp +VAT	819	819	Unch
	Mumbai + VAT	770	770	Unch



	Gondal+VAT	NA	NA	-
	Jamnagar +VAT	720	725	-5
	Narsarropeth+VAT	800	780	20
	Prodattour+VAT	750	740	10
Rapeseed Oil	Mumbai (Exp. Oil) +VAT	664	665	-1
	Alwar (Expeller Oil)(Loose)	690	700	-10
	Kota (Expeller Oil) (Loose)	635	635	Unch
	Jaipur (Expeller Oil) (Loose)	658	658	Unch
	New Delhi (Exp. Oil) (Loose)	675	675	Unch
	Sri-GangaNagar(ExpOil-Loose)	635	635	Unch
	Hapur +VAT	730	Closed	-
	Kolkata	NA	NA	-
	Agra (Kacchi Ghani Oil) + VAT	690	690	Unch
Refined Cottonseed Oil	Mumbai +VAT	670	665	5
	Rajkot (Loose)	650	650	Unch
	New Delhi (Loose)	642	640	2
	Hyderabad (Loose)	590	590	Unch
Coconut Oil	Kangayan (Crude)	1500	1500	Unch
	Cochin	1490	1490	Unch
	Trissur	1585	NA	-
Sesame Oil	New Delhi	920	920	Unch
	Mumbai	950	950	Unch
Kardi	Mumbai	950	950	Unch
Rice Bran Oil (40%)	New Delhi	NA	NA	-
Rice Bran Oil (4%)	Punjab	525	525	Unch
Malaysia Palmolein USD/MT	FOB	845	842.5	2.5
	CNF India	870	872.5	-2.5
Indonesia CPO USD/MT	FOB	860	847.5	12.5
	CNF India	880	882.5	-2.5
Argentina FOB (\$/MT)		10-May-14	9-May-14	Change
Crude Soybean Oil Ship		NA	857	-
Refined Soy Oil (Bulk) Ship		NA	887	-
Sunflower Oil Ship		NA	NA	-
Cottonseed Oil Ship		NA	837	-
Refined Linseed Oil (Bulk) Ship		NA	NA	-

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