

Domestic Fundamentals:

- Most of the key spot edible oil markets were remained mixed with firm biasness amid expectation of strong demand derived by upcoming Ramadan.
- Soybean oil traded steady with firm biasness on sentiments of higher demand expectation in coming months.
- Similarly Palm oil noticed a firm movement on higher than expected export of Malaysian palm oil recently, which was expected to create supply shortage but get balanced by the ample stocks.
- 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:

- Global Sunflower seed oil production is likely to decline in upcoming season, 2014/15 by 1.95 percent on reduced planting in EU Russia and Turkey. The production of same is expected around 15.52 million metric tonnes in 2014/15 which was 15.83 million metric tonnes in 2013/14, as estimated by USDA
- Palm oil in European vegetable oil market rose slightly on Monday following larger than expected export of Palm oil from Malaysia. Malaysian palm oil exports for May 1-10 rose 27.7 percent to 391,856 tonnes from 306,765 tonnes for April 1-10.
- 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 firm biasness in the near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
14-May	2.25	720.50	723.00	719.65	721.70
14-Jun	0.5	699.00	703.55	698.05	699.45
14-Jul	-2.2	689.00	692.50	685.40	686.20

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
14-May	-1,600	53820	-5950	-1,600
14-Jun	42,670	151640	-1900	42,670
14-Jul	12,700	100400	10950	12,700

Vol-OI are taken at 5:30 PM

Spread	May-14	Jun-14	Jul-14	Aug-14
Basis	4.30			
14-May		-22.25	-35.50	
14-Jun			-13.25	
14-Jul				

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

MCX CPO:

Contract	+/-	Open	High	Low	Close
14-May	-0.5	550.50	553.50	548.40	548.90
14-Jun	0	547.90	550.90	545.60	546.80
14-Jul	0.3	544.90	548.00	544.00	544.10

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
14-May	1044	1044	2203	2203
14-Jun	951	951	2757	2757
14-Jul	406	406	1359	1359

Vol-OI are taken at 5:30 PM

Spread	May-14	Jun-14	Jul-14	Aug-14
Basis	4.1			
14-May		-2.1	-4.8	
14-Jun			-2.7	
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	16	2643	2663	2643	2660
Jun-14	20	2604	2630	2603	2627
Jul-14	18	2593	2615	2590	2612
Aug-14	20	2582	2608	2582	2604

Thursday's Quotes

Edible Oil Prices at Key Market as on 15 May 2014

Commodity	Centre	Prices(Per 10 Kg)		Change
		15-May-14	13-May-14	
Refined Soybean Oil	Kota(Loose)	670	670	Unch
	Rajkot (Loose)	655	655	Unch
	Jaipur (Loose)	NA	NA	-
	Hyderabad+ VAT	NA	NA	-
	New Delhi (Loose)	705	700	5
	Kakinada	NA	NA	-
	Mumbai +VAT	678	662	16
	Indore	695	695	Unch
	Soy Degum Mumbai+VAT	635	635	Unch
	SoyDegum Kandla/Mundra+VAT	635	635	Unch
	Haldiya Port (Loose)	NA	NA	-
	Akola (Loose)	NA	698	-
	Amrawati (Loose)	NA	698	-
	Jalna	NA	700	-
	Nagpur	NA	703	-
Palm Oil	Chennai.RBD.Palmolein.(Loose)	598	590	8
	Hyd. RBD Palmolein VAT	600	595	5
	New Delhi RBD Palmolein (Loose)	648	645	3
	Kandla CPO (5%FFA)	553	550	3
	Kakinada.RBD.Palmolein(Loose)	580	577	3
	Mumbai RBD Pamolein+ VAT	605	595	10
	Kandla RBD Palmolein +VAT	595	590	5
Sunflower Oil	Mumbai + VAT	675	670	5
	Kandla/Mundra	605	605	Unch
	Erode (Exp. Oil)+VAT	665	665	Unch
	Hyderabad Exp +VAT	NA	655	-
	Chennai (Loose)	645	645	Unch
	Bellary (Exp. Oil)+VAT	NA	600	-
	Latur (Exp. Oil)+VAT	NA	620	-
	Chellakere (Exp. Oil)+VAT	600	605	-5
Groundnut Oil	Rajkot (Loose)	710	710	Unch
	Chennai (Loose)	760	730	30
	New Delhi (Loose)	730	730	Unch
	Hyderabad Exp +VAT	NA	824	-
	Mumbai + VAT	760	770	-10
	Gondal+VAT	NA	710	-



	Jamnagar +VAT	700	715	-15
	Narsarropeth+VAT	NA	800	-
	Prodattour+VAT	NA	750	-
Rapeseed Oil	Mumbai (Exp. Oil) +VAT	665	667	-2
	Alwar (Expeller Oil)(Loose)	700	688	12
	Kota (Expeller Oil) (Loose)	635	635	Unch
	Jaipur (Expeller Oil) (Loose)	660	659	1
	New Delhi (Exp. Oil) (Loose)	680	672	8
	Sri-GangaNagar(ExpOil-Loose)	632	642	-10
	Hapur +VAT	700	705	-5
	Kolkata	690	NA	-
	Agra (Kacchi Ghani Oil) + VAT	705	705	Unch
Refined Cottonseed Oil	Mumbai +VAT	665	665	Unch
	Rajkot (Loose)	645	650	-5
	New Delhi (Loose)	640	638	2
	Hyderabad (Loose)	595	590	5
Coconut Oil	Kangayan (Crude)	1533	1520	13
	Cochin	1530	1490	40
	Trissur	1590	1585	5
Sesame Oil	New Delhi	930	920	10
	Mumbai	945	950	-5
Kardi	Mumbai	950	950	Unch
Rice Bran Oil (40%)	New Delhi	520	NA	-
Rice Bran Oil (4%)	Punjab	525	525	Unch
Malaysia Palmolein USD/MT	FOB	855	NA	-
	CNF India	890	873	17
Indonesia CPO USD/MT	FOB	865	NA	-
	CNF India	905	883	22
Argentina FOB (\$/MT)		14-May-14	13-May-14	Change
Crude Soybean Oil Ship		872	870	2
Refined Soy Oil (Bulk) Ship		902	900	2
Sunflower Oil Ship		NA	NA	-
Cottonseed Oil Ship		852	850	2
Refined Linseed Oil (Bulk) Ship		NA	NA	-

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