

Domestic Fundamentals:

- Sideways to weak tone featured in palm oil at various cash markets on Tuesday.
- Soybean oil cash prices featured sideways to firm tone across the key markets on Tuesday.
- Prices of Palm oil are under pressure due to sharp rise in imports and stocks in port and in pipelines in domestic market. Refiners are getting positive refining margins driving imports and will continue till the prices remain low. Malaysia's slowdown of exports compared to June and looming high third quarter production season has put pressure on prices. Indonesia kept its export tax to zero for August. Indonesia's Palm oil production is expected to rise due to peak production season. But the main source of problem lies with China as its ability to consume commodities wane. Its economy is faltering hitting prices of commodities and is expected to continue. Crude oil is headed to its worst situation comparable to 1987 fall and it is not expected to recover immediately. Dollar is strengthening and is headed towards its record level not seen in the last decade.
- Soybean oil prices have been under pressure domestically due to surging imports and high ports stocks and in pipelines. India imported 1.54 lakh tons of Soy oil in June 2015. Increase in import processing margins and low spread with Palm oil and high spread with sunflower oil will lead to surge in imports of Soy oil. High carryover stocks of soybean domestically due to negative crush and prospects of good soybean crop are underpinning prices. US soybean crop is progressing well; raising prospects of higher yields US soybean weather is favorable. Faltering Chinese economy has lead to sharp fall in commodity prices and the worst is yet to come, while crude is heading to its worst situation since 1987. Markets are yet to digest the new situation. Strengthening dollar has added to bearishness of edible oils.
- According to SGS, Malaysia's July 2015 Palm oil exports fell by 9.2 percent to 1,539,583 tons (1,696,096 tons). Top buyers were India 358,200 tons (411,930 tons), China 299,947 tons (272,320 tons), European Union 257,983 tons (360,354 tons), United States 115,104 tons (59,170 tons), Pakistan 30,300 tons, (49,850 tons). Values in brackets are figures of June 2015.
- US soybean crop progress report, as on 2 August, about 81% of the crop is blooming which is slightly lower than the 5 year and last year average of 83% and 84% respectively. About 54% of the crop is reportedly in pod formation stage which is higher than 5 year average of 49%, but in line with last year. 63% of the crop is in good to excellent condition as against 71% during the same period last year.
- Argentina crushed record amount of soybean in first half of current year with production of Soy oil at 3.6 million tons in first half v/s 3.5 million tons in first half in the last year. India imports 37.2 percent of soy oil produced by Argentina.

Outlook: Edible oil basket is expected to feature mixed tone with weak soy and palm and firm rapeseed/mustard oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
15-Aug	-0.05	567.00	570.50	565.60	568.40
15-Oct	-1.20	552.50	556.40	552.00	554.20

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
15-Aug	28,555	-15770	105125	-7305
15-Oct	15,240	-8040	88695	-750

Vol-OI are taken at 5:30 PM

Spread	Aug-15	Oct-15
Basis	16.60	30.80
15-Aug		-14.20
15-Oct		

MCX CPO:

Contract	+/-	Open	High	Low	Close
30-Aug	-1.40	409.00	409.00	404.50	406.90
30-Sep	-2.40	408.50	409.60	405.30	408.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
30-Aug	1541	28	7176	-116
30-Sep	988	297	2943	318

Vol-OI are taken at 5:30 PM

Spread	Jun-15	Jul-15
Basis	5.1	4
30-Aug		1.1
30-Sep		

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

CBOT Soy Oil Futures:

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Aug	-0.15	29.76	29.76	29.7	29.7
15-Sep	0.05	29.97	30.11	29.78	30.02
15-Oct	0.05	30.08	30.2	29.93	30.13
15-Dec	0.04	30.25	30.43	30.11	30.34
15-Jan	0.03	30.53	30.66	30.37	30.58

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	3	2057	2074	2024	2059
15-Sep	6	2065	2073	2026	2060
15-Oct	9	2074	2082	2035	2072
15-Nov	11	2093	2102	2056	2094

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
4/08/2015	6.1997	13422.8	3.845	9.177	63.74	3.43	97.39

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Aug-15	3-Aug-15	
Refined Soybean Oil	Kota	575	580	-5
	Rajkot	546	550	-4
	Delhi	610	610	Unch
	Mumbai	570	570	Unch
	Indore	585	582	3
	Kandla/Mundra	550	550	Unch
	Kolkata	545	555	-10
	Indore (Soy Solvent Crude)	555	552	3
	Mumbai (Soy Degum)	522	522	Unch
	Kandla/Mundra (Soy Degum)	525	522	3
	Akola	610	611	-1
	Amrawati	608	610	-2
	Jalna	619	621	-2
	Nagpur	609	611	-2
	Alwar	NR	NR	-
	Solapur	619	621	-2
	Bundi	580	580	Unch
	Dhule	619	622	-3
Palm Oil	Rajkot	453	460	-7
	Hyderabad	475	475	Unch
	Delhi	525	525	Unch
	Kandla (Crude Palm Oil)	412	415	-3
	Kandla (RBD Palm oil)	440	440	Unch
	Mumbai RBD Pamolein	470	470	Unch
	Kandla RBD Pamolein	460	465	-5

	Mangalore RBD Pamolein	472	475	-3
	Chennai RBD Pamolein	472	475	-3
	Kakinada RBD Pamolein	460	460	Unch
	KPT (krishna patnam)	455	455	Unch
	Haldia	468	465	3
	PFAD (Kandla)	345	355	-10
	Refined Palm Stearin (Kandla)	335	345	-10
Refined Sunflower Oil	Mumbai	690	690	Unch
	Mumbai(Expeller Oil)	610	610	Unch
	Kandla/Mundra (Crude)	615	615	Unch
	Erode (Expeller Oil)	695	690	5
	Hyderabad (Ref)	679	689	-10
	Chennai	670	670	Unch
	Latur (Expeller Oil)	600	620	-20
	Chellakere (Expeller Oil)	620	615	5
Groundnut Oil	Rajkot	1050	1040	10
	Chennai	1000	1020	-20
	Delhi	940	940	Unch
	Hyderabad *	1030	1030	Unch
	Mumbai	1000	1000	Unch
	Gondal	1060	1060	Unch
	Jamnagar	1065	1075	-10
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	825	825	Unch
	Sri-GangaNagar(Exp Oil)	810	815	-5
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	775	775	Unch
	Jaipur (Expeller Oil)	829	829	Unch
	New Delhi (Expeller Oil)	810	810	Unch
	Hapur (Expeller Oil)	850	860	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	875	880	-5
	Kota (Kacchi Ghani Oil)	860	890	-30
	Jaipur (Kacchi Ghani Oil)	881	881	Unch
	Agra (Kacchi Ghani Oil)	905	910	-5
	Bharatpur (Kacchi Ghani Oil)	900	905	-5
	Neewai (Kacchi Ghani Oil)	857	857	Unch
	Hapur (Kacchi Ghani Oil)	880	900	-20
Refined Cottonseed Oil	Mumbai	605	605	Unch
	Rajkot	595	600	-5

	New Delhi	590	590	Unch
	Hyderabad	580	590	-10
Coconut Oil	Kangayan (Crude)	1140	1160	-20
	Cochin	1010	1010	Unch
	Trissur	1240	1220	20
Sesame Oil	New Delhi	700	740	-40
	Mumbai	740	770	-30
Kardi	Mumbai	860	860	Unch
Rice Bran Oil (40%)	New Delhi	435	445	-10
Rice Bran Oil (4%)	Punjab	500	500	Unch
Rice Bran Oil (4%)	Uttar Pradesh	500	500	Unch
Malaysia Palmolein USD/MT	FOB	573	585	-12
	CNF India	600	610	-10
Indonesia CPO USD/MT	FOB	550	558	-8
	CNF India	570	580	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	565	578	-13
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	493	505	-12
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	860	885	-25
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	860	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	480	490	-10
Ukraine Origin CSFO USD/MT Kandla	CIF	920	915	5
Rapeseed Oil Rotterdam Euro/MT	FOB	700	690	10
Argentina FOB (\$/MT)		3-Aug-15	1-Aug-15	Change
Crude Soybean Oil Ship		632	NA	-
Refined Soy Oil (Bulk) Ship		654	NA	-
Sunflower Oil Ship		790	NA	-
Cottonseed Oil Ship		612	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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