

Domestic Fundamentals:

- Mixed trend featured in various edible oils at different centers Tuesday.
- Palm oil end stocks fell more than estimated in April in Malaysia on higher domestic consumption and lower imports. Production rose in single digits after growing by double digits last month on seasonal uptrend of production. Exports fell for the month of April on lower demand due to sharp rise in prices of palm oil, export duty on crude palm oil and appreciation of Ringgit. Exports also grow for first ten days of May due to lower prices of palm which induced demand. Demand is expected to remain firm on seasonal uptrend of demand, stocking ahead of Ramadan and start of marriage season in India. Weather is expected to improve in palm growing regions of Southeast Asia in second half of May on weakening El Nino. Weaker Ringgit will support palm oil in near term. Prices of palm are expected to get support on aggressive pricing by Malaysia by offering lower RBD palmolein prices compared to Indonesia CPO. Prices of palm oil are in range with upward bias.
- Planting of soybean gained pace in U.S. on good weather, better than 5-year average. China's imports of soybean increased in April indicating strength in demand from top importing nation. However, imports of edible vegetable oil fell in April. Significant losses are reported in Argentina's soybean crop which affected by incessant rains in April, which may affect 7.5 percent of the total harvest. This will benefit US as buyers will move to US to look for soybeans supporting soybean complex prices. Sowing of soybean is expected to be higher than previously estimated due to higher soybean/corn ratio which favors soybean.
Production of soy oil in US is expected to be higher in April/May on higher crush of soybean.
Lower premium of soy oil with palm oil will increase demand of soy oil from top consuming
Rise in crude oil prices are expected to support soy oil prices in near term.
USDA data will be released today which will set pace for medium term. Prices of soy oil are in range with upward bias.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's April 2016 palm oil end stocks fell 4.33 percent to 18.00 lakh tons v/s 18.86 lakh tons in March 2016. End stocks of palm are below the market expectation of 18.2 Lakh tons. Production rose by 6.70 percent in April to 13.01 lakh tons from 12.19 lakh tons in March. Exports fell 12.82 percent in April to 11.64 lakh tons from 13.36 lakh tons in March. Imports in April fell 35.04 percent to 0.42 lakh tons v/s 0.74 lakh tons in March.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's May 1-10 palm oil exports rose 32.3 percent to 404,248 tons from 305,483 tons in corresponding period last month. Top buyers were India at 102,680 tons (30,000 tons), European Union at 69,035 tons (38,950 tons), Pakistan at 39,000 tons (16,500 tons), China at 30,150 tons (53,618 tons) and United States at 12,295 tons (6,960 tons). Values in brackets are figures of corresponding period last month.

Outlook: Edible oil basket is expected to feature firm soy, palm and rapeseed oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
May-16	-2.80	645.60	651.25	645.60	647.05
June-16	-2.30	664.70	665.20	659.60	661.20

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
May-16	11,670	-8760	12470	-7860
June-16	54,910	-29370	123460	7230

Vol-OI are taken at 5:30 PM

Spread	May-16	June-16
Basis	0.95	-13.20
May-16		14.15
June-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
May-16	-0.10	559.90	561.00	554.20	557.10
June-16	-1.40	549.80	550.70	542.30	546.20

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
May-16	1685	-710	4436	-108
June-16	1141	-114	3449	79

Vol-OI are taken at 5:30 PM

Spread	May-16	June-16
Basis	12.9	23.8
May-16		-10.9
June-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-July	-0.18	32.8	32.99	32.59	32.65
15-Aug	-0.21	32.91	33.1	32.74	32.74
15-Sep	-0.20	33.01	33.13	32.87	32.87
15-Oct	-0.21	33.13	33.22	32.97	32.97
15-Dec	-0.18	33.3	33.53	33.14	33.18

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	2	2673	2698	2650	2668
15-July	6	2662	2689	2638	2661
15-Aug	6	2639	2663	2618	2636
15-Sep	13	2610	2637	2597	2611

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/05/2016	6.52	13290	4.058	14.23	66.67	3.52	94.30	43.41

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-May-16	9-May-16	
Refined Soybean Oil	Indore	648	635	13
	Indore (Soy Solvent Crude)	612	605	7
	Mumbai	655	655	Unch
	Mumbai (Soy Degum)	607	605	2
	Kandla/Mundra	640	640	Unch
	Kandla/Mundra (Soy Degum)	605	605	Unch
	Kolkata	625	625	Unch
	Delhi	675	675	Unch
	Nagpur	638	Closed	-
	Rajkot	635	640	-5
	Kota	650	660	-10
	Akola	677	Closed	-
	Amrawati	677	Closed	-
	Bundi	650	Closed	-
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	570	565	5
	Kandla (RBD Palm oil)	590	590	Unch
	Kandla RBD Pamolein	610	610	Unch
	Kakinada (Crude Palm Oil)	535	525	10
	Kakinada RBD Pamolein	590	590	Unch
	Haldia Pamolein	587	590	-3

	Chennai RBD Pamolein	595	595	Unch
	KPT (krishna patnam) Pamolein	585	590	-5
	Mumbai RBD Pamolein	610	605	5
	Delhi	645	645	Unch
	Rajkot	605	610	-5
	Hyderabad	618	613	5
	Mangalore RBD Pamolein	595	595	Unch
	PFAD (Kandla)	425	425	Unch
	Refined Palm Stearin (Kandla)	495	500	-5
Refined Sunflower Oil	Chennai	706	700	6
	Mumbai	775	770	5
	Mumbai(Expeller Oil)	680	680	Unch
	Kandla	770	770	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	717	5
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	660	5
	Erode (Expeller Oil)	730	740	-10
Groundnut Oil	Rajkot	1175	1180	-5
	Chennai	1150	1160	-10
	Delhi	1180	1180	Unch
	Hyderabad *	1160	1150	10
	Mumbai	1200	1210	-10
	Gondal	1175	1175	Unch
	Jamnagar	1175	1175	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	806	809	-3
	Jaipur (Kacchi Ghani Oil)	835	838	-3
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	835	830	5
	Neewai (Kacchi Ghani Oil)	820	820	Unch
	Bharatpur (Kacchi Ghani Oil)	860	860	Unch
	Alwar (Expeller Oil)	805	805	Unch
	Sri-Ganga Nagar(Exp Oil)	775	760	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	830	810	20
	Mumbai (Expeller Oil)	845	840	5
	New Delhi (Expeller Oil)	790	790	Unch
	Hapur (Expeller Oil)	890	890	Unch
	Hapur (Kacchi Ghani Oil)	980	980	Unch

	Agra (Kacchi Ghani Oil)	865	865	Unch
Refined Cottonseed Oil	Rajkot	665	665	Unch
	Hyderabad	660	645	15
	Mumbai	664	657	7
	New Delhi	640	640	Unch
Coconut Oil	Kangayan (Crude)	780	790	-10
	Cochin	840	840	Unch
	Trissur	800	810	-10
Sesame Oil	New Delhi	840	825	15
	Mumbai	680	670	10
Kardi	Mumbai	840	830	10
Rice Bran Oil (40%)	New Delhi	465	465	Unch
Rice Bran Oil (4%)	Punjab	565	560	5
Rice Bran Oil (4%)	Uttar Pradesh	565	560	5
Malaysia Palmolein USD/MT	FOB	705	708	-3
	CNF India	730	730	Unch
Indonesia CPO USD/MT	FOB	690	693	-3
	CNF India	728	728	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	698	698	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	635	635	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1325	1345	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	588	590	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	880	870	10
Rapeseed Oil Rotterdam Euro/MT	FOB	712	708	4
Argentina FOB (\$/MT)		9-May-16	7-May-16	Change
Crude Soybean Oil Ship		720	Unq	-
Refined Soy Oil (Bulk) Ship		745	Unq	-
Sunflower Oil Ship		800	Unq	-
Cottonseed Oil Ship		700	Unq	-
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
<i>* indicates including VAT</i>				

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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