

**Domestic Fundamentals:**

- Mostly firm sentiment featured in various edible oils at different centers Wednesday.
- 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. 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.
- Soy oil stocks of US are estimated to be lower in 2016/17 on higher use in biodiesel, food, feed and other industrial use. Soybean production of Argentina and Brazil was reduced less than estimated by their state agencies raising expectations of decrease in future. Lower crop has raised expectation of higher exports from US. US end stocks of soybean were reduced for 2015/16 on higher exports. US soybean crop is lower in 2016/17 on lower harvested area and lower yield. Planting of soybean gained pace in U.S. on good weather, better than 5-year average. 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. Prices of soy oil are in range with upward bias.
- According to United States Department of Agriculture (USDA), U.S. 2016/17 soy oil end stocks are estimated to fall by 16.3 percent to 2,025 million lbs from 2,355 million lbs in 2015/16. Production of soy oil in 2016/17 is estimated at 22,120 million lbs v/s 21,900 million lbs, up by 1.00 percent y-o-y. Imports in 2016/17 are estimated to fall to 250 million lbs from 300 million lbs. Biodiesel use in 2016/17 is estimated at 5,800 million lbs v/s 5,500 million lbs in 2015/16. Food, feed and other industrial use in 2016/17 is estimated at 14,500 million lbs v/s 14,100 million lbs in 2015/16. Exports in 2016/17 are estimated at 2,400 million lbs v/s 2,100 million lbs. Average prices range is increased from 30 cents/lbs in 2015/16 to a range of 30.50-33.50 cents/lbs in 2016/17.
- According to United States Department of Agriculture (USDA), India's imports of soy oil in 2016/17 is expected to fall by 12.1 percent to 3.3 MMT from 3.7 MMT in 2015/16. Lower imports of soy oil are due to higher crop of soybean in 2016/17. Consumption is expected to rise by 3.16 percent to 4.9 MMT in 2016/17 from 4.75 MMT in 2015/16.
- According to United States Department of Agriculture (USDA), India is estimated to import 10.25 MMT of palm oil in 2016/17 compared to 9.5 MMT in 2015/16, higher by 7.89 percent y-o-y. Consumption of palm oil is estimated to increase to 9.8 MMT in 2016/17 from 9.2 MMT in 2015/16, higher by 6.5 percent y-o-y.

**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	<b>-0.45</b>	658.40	658.40	649.00	649.45
June-16	<b>1.30</b>	670.40	672.00	664.95	665.35

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
May-16	8,270	-3400	8780	-3690
June-16	73,750	18840	122160	-1300

Vol-OI are taken at 5:30 PM

Spread	May-16	June-16
Basis	0.55	-15.35
May-16		15.90
June-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
May-16	<b>-0.70</b>	562.10	565.50	557.00	557.60
June-16	<b>1.30</b>	555.60	555.70	549.00	549.10

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
May-16	1687	2	4189	-247
June-16	2026	885	3976	527

Vol-OI are taken at 5:30 PM

Spread	May-16	June-16
Basis	12.4	20.9
May-16		-8.5
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	0.05	33.51	33.76	33.41	33.49
15-Aug	0.04	33.6	33.8	33.53	33.59
15-Sep	0	33.84	33.95	33.66	33.67
15-Oct	0.02	33.95	33.96	33.73	33.81
15-Dec	-0.01	34.04	34.26	33.87	33.98

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	19	2720	2724	2682	2687
15-July	19	2705	2717	2673	2678
15-Aug	18	2679	2691	2653	2656
15-Sep	16	2653	2663	2625	2628

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/05/2016	6.50	13206	4.03	14.22	66.55	3.47	94.03	44.80

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		11-May-16	10-May-16	
Refined Soybean Oil	Indore	650	648	2
	Indore (Soy Solvent Crude)	620	612	8
	Mumbai	655	655	Unch
	Mumbai (Soy Degum)	608	607	1
	Kandla/Mundra	645	640	5
	Kandla/Mundra (Soy Degum)	608	605	3
	Kolkata	635	625	10
	Delhi	675	675	Unch
	Nagpur	638	638	Unch
	Rajkot	640	635	5
	Kota	655	650	5
	Akola	677	677	Unch
	Amrawati	677	677	Unch
	Bundi	655	650	5
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	570	570	Unch
	Kandla (RBD Palm oil)	595	590	5
	Kandla RBD Pamolein	615	610	5
	Kakinada (Crude Palm Oil)	540	535	5
	Kakinada RBD Pamolein	590	590	Unch
	Haldia Pamolein	590	587	3

	Chennai RBD Pamolein	600	595	5
	KPT (krishna patnam) Pamolein	590	585	5
	Mumbai RBD Pamolein	610	610	Unch
	Delhi	645	645	Unch
	Rajkot	605	605	Unch
	Hyderabad	627	618	9
	Mangalore RBD Pamolein	600	595	5
	PFAD (Kandla)	425	425	Unch
	Refined Palm Stearin (Kandla)	495	495	Unch
Refined Sunflower Oil	Chennai	706	706	Unch
	Mumbai	775	775	Unch
	Mumbai(Expeller Oil)	680	680	Unch
	Kandla	775	770	5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	722	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	730	730	Unch
Groundnut Oil	Rajkot	1180	1175	5
	Chennai	1150	1150	Unch
	Delhi	1180	1180	Unch
	Hyderabad *	1180	1160	20
	Mumbai	1200	1200	Unch
	Gondal	1175	1175	Unch
	Jamnagar	1200	1175	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	807	806	1
	Jaipur (Kacchi Ghani Oil)	838	835	3
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	840	835	5
	Neewai (Kacchi Ghani Oil)	820	820	Unch
	Bharatpur (Kacchi Ghani Oil)	860	860	Unch
	Alwar (Expeller Oil)	815	805	10
	Sri-Ganga Nagar(Exp Oil)	770	775	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	825	830	-5
	Mumbai (Expeller Oil)	835	845	-10
	New Delhi (Expeller Oil)	790	790	Unch
	Hapur (Expeller Oil)	920	890	30
	Hapur (Kacchi Ghani Oil)	1000	980	20

	Agra (Kacchi Ghani Oil)	865	865	Unch
Refined Cottonseed Oil	Rajkot	660	665	-5
	Hyderabad	670	660	10
	Mumbai	664	664	Unch
	New Delhi	640	640	Unch
Coconut Oil	Kangayan (Crude)	780	780	Unch
	Cochin	830	840	-10
	Trissur	800	800	Unch
Sesame Oil	New Delhi	825	825	Unch
	Mumbai	690	680	10
Kardi	Mumbai	840	840	Unch
Rice Bran Oil (40%)	New Delhi	465	465	Unch
Rice Bran Oil (4%)	Punjab	565	565	Unch
Rice Bran Oil (4%)	Uttar Pradesh	565	565	Unch
Malaysia Palmolein USD/MT	FOB	710	705	5
	CNF India	735	730	5
Indonesia CPO USD/MT	FOB	708	690	18
	CNF India	735	728	7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	703	698	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	640	635	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1325	1325	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	593	588	5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	885	880	5
Rapeseed Oil Rotterdam Euro/MT	FOB	718	712	6
Argentina FOB (\$/MT)		10-May-16	9-May-16	Change
Crude Soybean Oil Ship		733	720	13
Refined Soy Oil (Bulk) Ship		759	745	14
Sunflower Oil Ship		Unq	800	-
Cottonseed Oil Ship		713	700	13
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* 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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