

Domestic Fundamentals:

- Weak trend featured in various edible oils at different centers Thursday.
- CNF CPO at Indian port is quoted at \$730 per ton for May delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$730 per ton for May delivery. High sea duty paid CPO Kandla is quoted at Rs 563 per 10 Kg and for May delivery is quoted at Rs 563 per 10 kg. CDSO CIF at Indian port is offered at \$800 per ton for May delivery. Canola CIF is quoted at USD 830 per ton for May delivery.
- Palm oil end stocks fell more than estimated in April in Malaysia on higher domestic consumption and lower imports. Production rose in single digits in April 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. Strong Ringgit will cap gains 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.
- 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.

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
June-16	-2.00	664.40	664.70	660.20	662.35
July-16	-2.55	672.50	672.50	665.05	666.70

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
June-16	35,040	-38710	121550	-610
July-16	8,500	-322	75680	-320

Vol-OI are taken at 5:30 PM

Spread	June-16	July-16
Basis	-17.35	-21.70
June-16		4.35
July-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
May-16	-0.70	556.00	557.90	553.00	555.30
June-16	1.30	546.60	548.70	545.10	546.90

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
May-16	1451	-236	3668	-521
June-16	890	-1136	4192	216

Vol-OI are taken at 5:30 PM

Spread	May-16	June-16
Basis	7.7	16.1
May-16		-8.4
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	33.46	33.6	33.31	33.36
15-Aug	0	33.57	33.69	33.41	33.45
15-Sep	-0.02	33.73	33.75	33.54	33.55
15-Oct	-0.02	33.71	33.85	33.64	33.65
15-Dec	0	33.89	34.12	33.82	33.88

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-27	2677	2677	2655	2660
15-July	-32	2667	2674	2640	2648
15-Aug	-40	2649	2652	2616	2619
15-Sep	-45	2624	2624	2583	2585

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/05/2016	6.52	13296	4.02	14.20	66.61	3.45	94.05	46.62

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-May-16	11-May-16	
Refined Soybean Oil	Indore	645	650	-5
	Indore (Soy Solvent Crude)	615	620	-5
	Mumbai	665	655	10
	Mumbai (Soy Degum)	605	608	-3
	Kandla/Mundra	640	645	-5
	Kandla/Mundra (Soy Degum)	605	608	-3
	Kolkata	635	635	Unch
	Delhi	680	675	5
	Nagpur	638	638	Unch
	Rajkot	630	640	-10
	Kota	655	655	Unch
	Akola	677	677	Unch
	Amrawati	677	677	Unch
	Bundi	648	655	-7
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	563	570	-7
	Kandla (RBD Palm oil)	595	595	Unch
	Kandla RBD Pamolein	605	615	-10
	Kakinada (Crude Palm Oil)	535	540	-5
	Kakinada RBD Pamolein	590	590	Unch
	Haldia Pamolein	590	590	Unch

	Chennai RBD Pamolein	595	600	-5
	KPT (krishna patnam) Pamolein	590	590	Unch
	Mumbai RBD Pamolein	610	610	Unch
	Delhi	640	645	-5
	Rajkot	605	605	Unch
	Hyderabad	627	627	Unch
	Mangalore RBD Pamolein	595	600	-5
	PFAD (Kandla)	420	425	-5
	Refined Palm Stearin (Kandla)	480	495	-15
Refined Sunflower Oil	Chennai	706	706	Unch
	Mumbai	770	775	-5
	Mumbai(Expeller Oil)	680	680	Unch
	Kandla	775	775	Unch
	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	1180	Unch
	Chennai	1150	1150	Unch
	Delhi	1150	1180	-30
	Hyderabad *	1180	1180	Unch
	Mumbai	1210	1200	10
	Gondal	1175	1175	Unch
	Jamnagar	1200	1200	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	805	807	-2
	Jaipur (Kacchi Ghani Oil)	835	838	-3
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	835	840	-5
	Neewai (Kacchi Ghani Oil)	820	820	Unch
	Bharatpur (Kacchi Ghani Oil)	855	860	-5
	Alwar (Expeller Oil)	815	815	Unch
	Sri-Ganga Nagar(Exp Oil)	760	770	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	815	825	-10
	Mumbai (Expeller Oil)	830	835	-5
	New Delhi (Expeller Oil)	800	790	10
	Hapur (Expeller Oil)	920	920	Unch
	Hapur (Kacchi Ghani Oil)	1000	1000	Unch
	Agra (Kacchi Ghani Oil)	860	865	-5

Refined Cottonseed Oil	Rajkot	660	660	Unch
	Hyderabad	670	670	Unch
	Mumbai	670	664	6
	New Delhi	638	640	-2
Coconut Oil	Kangayan (Crude)	785	780	5
	Cochin	820	830	-10
	Trissur	820	800	20
Sesame Oil	New Delhi	825	825	Unch
	Mumbai	710	690	20
Kardi	Mumbai	840	840	Unch
Rice Bran Oil (40%)	New Delhi	470	465	5
Rice Bran Oil (4%)	Punjab	565	565	Unch
Rice Bran Oil (4%)	Uttar Pradesh	565	565	Unch
Malaysia Palmolein USD/MT	FOB	710	710	Unch
	CNF India	730	735	-5
Indonesia CPO USD/MT	FOB	683	708	-25
	CNF India	730	735	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	700	703	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	640	640	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1325	1325	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	590	593	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	895	885	10
Rapeseed Oil Rotterdam Euro/MT	FOB	718	718	Unch
Argentina FOB (\$/MT)		11-May-16	10-May-16	Change
Crude Soybean Oil Ship		731	733	-2
Refined Soy Oil (Bulk) Ship		756	759	-3
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		711	713	-2
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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