

Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at different centers Tuesday.
- Better exports numbers of palm from Malaysia will push up prices of in coming days. Stocks may fall further in May on higher exports due to low prices, seasonal uptrend of demand, marriage season in India, demand ahead of Ramadan and depreciation of Ringgit. Demand is expected to stay firm for the rest of the month. Production of palm will improve in this month but the rise in production will lower than rise in exports. 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 in US as reported by NOPA rose in April from a month ago is bearish for soy oil. Stocks of soy oil are 35 percent above last year level in corresponding period. However, soy oil production on lower in April compared to a month ago on lower crush if soybean. Processors did not get better margins for higher crush. However it was second busiest April in record.
Sowing picked up in US last week above 5-year average but below last year's planting in corresponding period. More soybeans are expected to be planted in US on higher soybean/corn ratio. Upward revision of area is expected in July area report.
Soy oil share in crush has fallen to 31 percent which will support prices in near term.
Rise in crude oil prices are expected to support soy oil prices in near term. Prices of soy oil are in range.
- According to Malaysia Palm Oil Board (MPOB), Malaysia raised June Crude Palm Oil (CPO) export duty to 5.5 percent from 5 percent in May. Duty is calculated with reference price of 2625.18 ringgit (\$654) per ton for June. Tax is calculated at price above 2,550 ringgit starting from 4.5 percent to a maximum of 8.5 percent.
- According to National Oilseed Processors Association (NOPA), U.S. April soybean crush slowed to 147.614 billion bushels from 156.690 billion bushels in March, down by 6.15 percent m-o-m. Crush of soybean in April 2015 was 150.363 billion bushels which was record in history. April crush is second best in history. Production of soy oil in U.S. in April fell to 1.729 billion lbs from 1.841 billion lbs, down by 6.5 percent m-o-m. Production in April 2015 was 1.698 billion lbs. Lower production in April was due to lower crush of soybean. Soy oil stocks in U.S. at the end of April rose by 4.5 percent m-o-m to 1.942 billion lbs compared to 1.858 billion lbs in March 2016. Stocks of soy oil in April were higher by 35 percent compared to April 2015 which was reported at 1.441 million lbs. Yield fell to 11.72 lbs/bushel in April from 11.75 lbs/bushel in March. Yield in April 2015 was reported at 11.30 lbs/bushel.
- Soybean planting in U.S. reached 36 percent in week ended 15 May compared to 23 percent week ago and above 5-year average of 32 percent. Soybean planting was reported at 41 percent in the corresponding period last year. Soybeans were 10 percent emerged compared to 11 percent in the corresponding period last year and above 5-year average of 9 percent.

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	-2.65	653.80	654.90	649.50	650.35
July-16	-1.90	659.00	661.70	656.50	657.05

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
June-16	38,800	-2670	125390	1630
July-16	11,480	750	81030	-640

Vol-OI are taken at 5:30 PM

Spread	June-16	July-16
Basis	-10.35	-17.05
June-16		6.70
July-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
May-16	-1.20	547.90	548.70	543.60	545.40
June-16	-1.00	543.00	544.00	538.60	540.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
May-16	742	-123	2991	-116
June-16	1219	329	4855	11

Vol-OI are taken at 5:30 PM

Spread	May-16	June-16
Basis	4.6	10
May-16		-5.4
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	0.08	32.86	32.95	32.71	32.87
15-Aug	0.07	32.94	33.03	32.81	32.97
15-Sep	0.10	33.06	33.15	32.93	33.12
15-Oct	0.09	33.18	33.22	33.09	33.21
15-Dec	0.06	33.38	33.47	33.25	33.41

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	6	2648	2655	2629	2632
15-July	8	2626	2643	2618	2620
15-Aug	12	2599	2618	2594	2600
15-Sep	16	2567	2583	2566	2568

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/05/2016	6.53	13293	4.03	14.17	66.81	3.50	94.57	47.67

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-May-16	16-May-16	
Refined Soybean Oil	Indore	640	640	Unch
	Indore (Soy Solvent Crude)	610	605	5
	Mumbai	655	655	Unch
	Mumbai (Soy Degum)	595	595	Unch
	Kandla/Mundra	630	630	Unch
	Kandla/Mundra (Soy Degum)	595	595	Unch
	Kolkata	630	630	Unch
	Delhi	670	670	Unch
	Nagpur	631	633	-2
	Rajkot	620	620	Unch
	Kota	640	640	Unch
	Akola	672	672	Unch
	Amrawati	671	671	Unch
	Bundi	640	640	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	550	548	2
	Kandla (RBD Palm oil)	570	575	-5
	Kandla RBD Pamolein	600	595	5
	Kakinada (Crude Palm Oil)	530	530	Unch
	Kakinada RBD Pamolein	580	575	5
	Haldia Pamolein	585	585	Unch

	Chennai RBD Pamolein	590	585	5
	KPT (krishna patnam) Pamolein	580	575	5
	Mumbai RBD Pamolein	600	600	Unch
	Delhi	635	635	Unch
	Rajkot	595	595	Unch
	Hyderabad	599	599	Unch
	Mangalore RBD Pamolein	590	585	5
	PFAD (Kandla)	405	405	Unch
	Refined Palm Stearin (Kandla)	470	470	Unch
Refined Sunflower Oil	Chennai	720	Closed	-
	Mumbai	770	770	Unch
	Mumbai(Expeller Oil)	670	670	Unch
	Kandla	770	775	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	717	-4
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	730	Closed	-
Groundnut Oil	Rajkot	1175	1175	Unch
	Chennai	1160	Closed	-
	Delhi	1150	1150	Unch
	Hyderabad *	1180	1180	Unch
	Mumbai	1200	1200	Unch
	Gondal	1160	1160	Unch
	Jamnagar	1175	1175	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	804	803	1
	Jaipur (Kacchi Ghani Oil)	835	831	4
	Kota (Expeller Oil)	750	750	Unch
	Kota (Kacchi Ghani Oil)	835	835	Unch
	Neewai (Kacchi Ghani Oil)	780	780	Unch
	Bharatpur (Kacchi Ghani Oil)	860	855	5
	Alwar (Expeller Oil)	805	805	Unch
	Sri-Ganga Nagar(Exp Oil)	755	755	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	810	810	Unch
	Mumbai (Expeller Oil)	820	820	Unch
	New Delhi (Expeller Oil)	788	788	Unch
	Hapur (Expeller Oil)	950	950	Unch
	Hapur (Kacchi Ghani Oil)	1000	1000	Unch

	Agra (Kacchi Ghani Oil)	865	860	5
Refined Cottonseed Oil	Rajkot	660	655	5
	Hyderabad	660	670	-10
	Mumbai	655	655	Unch
	New Delhi	645	645	Unch
Coconut Oil	Kangayan (Crude)	790	Closed	-
	Cochin	820	820	Unch
	Trissur	780	790	-10
Sesame Oil	New Delhi	825	825	Unch
	Mumbai	740	730	10
Kardi	Mumbai	840	730	110
Rice Bran Oil (40%)	New Delhi	475	475	Unch
Rice Bran Oil (4%)	Punjab	565	565	Unch
Rice Bran Oil (4%)	Uttar Pradesh	565	565	Unch
Malaysia Palmolein USD/MT	FOB	708	705	3
	CNF India	723	718	5
Indonesia CPO USD/MT	FOB	688	685	3
	CNF India	718	713	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	700	695	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	643	638	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1320	1320	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	590	585	5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	885	885	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	719	NR	-
Argentina FOB (\$/MT)		16-May-16	14-May-16	Change
Crude Soybean Oil Ship		721	Unq	-
Refined Soy Oil (Bulk) Ship		746	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		701	Unq	-
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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