



Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at different centers Thursday.
- CNF CPO at Indian port is quoted at \$687.5 per ton for May delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$687.5 per ton for June delivery. High sea duty paid CPO Kandla is quoted at Rs 536 per 10 Kg and for June delivery is quoted at Rs 532 per 10 kg. CDSO CIF at Indian port is offered at \$768 per ton for JJ delivery. Canola CIF is quoted at USD 770 per ton for June delivery.
- Depreciation of Ringgit and better exports of palm oil ahead of Ramadan will support prices of palm in near term. Exports of palm increased in first 25 days of May indicating that demand will be firm in near term. Lower prices of palm have enhanced demand especially from Malaysia. Aggressive pricing by refiners from Malaysia has led to buyers shifting from Indonesia to Malaysia. Demand from India has increased on higher imports of RBD palmolein. Lower differential between Malaysia RBD Palm and CPO Indonesia has prompted India to purchase more from Malaysia. However, demand from China has waned on decrease of demand due to higher imports of soybean for crushing. Fall in stocks of palm in Malaysia in May will be limited on rising production. However, production will increase in single digits while production from Indonesia will face the worst month of May. Condition of production will improve in Indonesia from June onwards while effect of El Nino will be reversed by La Nina in second half of 2016. Prices of palm oil are in range with upward bias.
- Crop losses of soybean in Argentina can reach up to 8 MMT which has led to soy meal rally in last month. With fall in production due to lost harvest, Argentina will ship the lower amount of soy products across globe. With soy oil contribution in soybean products falling as low as 29 percent has set the rally due to spreading with soy meal. Rally is set to continue due to spreading. Sowing picked up in US last week above 5-year average and equivalent to last year's planting in corresponding period. Yields are expected to be higher on good moisture in growing areas. More soybeans are expected to be planted in US on higher soybean/corn ratio. Soy oil stocks in US rose 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. Production is expected to be better in May on higher realization due to higher price of soy meal. Rise in crude oil prices will support soy oil prices in near term. Prices of soy oil are in range with upward bias.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's May 1-25 palm oil exports rose 11.2 percent to 981,630 tons from 882,967 tons in the corresponding period last month. Top buyers were India at 278,180 tons (128,000 tons), European Union at 159,245 tons (121,802 tons), China at 96,450 tons (107,218 tons), United States at 56,795 tons (56,795 tons) and Pakistan at 47,850 tons (21,500 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
June-16	4.65	641.00	645.70	639.40	644.10
July-16	6.30	647.20	653.00	646.10	652.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
June-16	48,730	-22510	93890	-4170
July-16	27,540	-6780	91080	-1050

Vol-OI are taken at 5:30 PM

Spread	June-16	July-16
Basis	-9.10	-17.00
June-16		7.90
July-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
May-16	3.20	530.50	534.90	530.10	533.30
June-16	3.30	525.50	530.90	523.30	527.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
May-16	784	162	1979	192
June-16	2690	172	4659	59

Vol-OI are taken at 5:30 PM

Spread	May-16	June-16
Basis	2.7	9
May-16		-6.3
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	0.42	31.28	31.85	31.27	31.76
15-Aug	0.41	31.43	31.94	31.4	31.87
15-Sep	0.40	31.58	32.07	31.54	32
15-Oct	0.39	31.7	32.2	31.66	32.12
15-Dec	0.43	31.96	32.5	31.9	32.44

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	37	2572	2619	2571	2605
15-July	36	2551	2595	2545	2579
15-Aug	32	2518	2562	2514	2548
15-Sep	37	2490	2535	2489	2522

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
26/05/2016	6.56	13535	4.07	14.04	67.49	3.58	95.21	49.92

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-May-16	25-May-16	
Refined Soybean Oil	Indore	635	635	Unch
	Indore (Soy Solvent Crude)	600	600	Unch
	Mumbai	640	640	Unch
	Mumbai (Soy Degum)	580	585	-5
	Kandla/Mundra	615	615	Unch
	Kandla/Mundra (Soy Degum)	585	587	-2
	Kolkata	610	610	Unch
	Delhi	650	650	Unch
	Nagpur	618	620	-2
	Rajkot	610	605	5
	Kota	630	630	Unch
	Akola	657	660	-3
	Amrawati	657	659	-2
	Bundi	630	630	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	536	532	4
	Kandla (RBD Palm oil)	553	550	3
	Kandla RBD Pamolein	580	580	Unch
	Kakinada (Crude Palm Oil)	515	515	Unch
	Kakinada RBD Pamolein	565	565	Unch
	Haldia Pamolein	570	570	Unch

	Chennai RBD Pamolein	570	565	5
	KPT (krishna patnam) Pamolein	565	565	Unch
	Mumbai RBD Pamolein	585	580	5
	Delhi	620	620	Unch
	Rajkot	580	565	15
	Hyderabad	584	584	Unch
	Mangalore RBD Pamolein	570	565	5
	PFAD (Kandla)	395	395	Unch
	Refined Palm Stearin (Kandla)	465	465	Unch
Refined Sunflower Oil	Chennai	700	700	Unch
	Mumbai	740	740	Unch
	Mumbai(Expeller Oil)	660	655	5
	Kandla	745	745	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	713	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	730	730	Unch
Groundnut Oil	Rajkot	1170	1150	20
	Chennai	1150	1150	Unch
	Delhi	1100	1120	-20
	Hyderabad *	1170	1170	Unch
	Mumbai	1180	1180	Unch
	Gondal	1160	1160	Unch
	Jamnagar	1160	1150	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	775	775	Unch
	Jaipur (Kacchi Ghani Oil)	821	815	6
	Kota (Expeller Oil)	740	740	Unch
	Kota (Kacchi Ghani Oil)	820	825	-5
	Neewai (Kacchi Ghani Oil)	803	800	3
	Neewai (Expeller Oil)	765	762	3
	Bharatpur (Kacchi Ghani Oil)	830	830	Unch
	Alwar (Kacchi Ghani Oil)	800	800	Unch
	Alwar (Expeller Oil)	780	780	Unch
	Sri-Ganga Nagar(Exp Oil)	750	760	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	810	-10
	Mumbai (Expeller Oil)	810	810	Unch
	New Delhi (Expeller Oil)	770	770	Unch

	Hapur (Expeller Oil)	885	880	5
	Hapur (Kacchi Ghani Oil)	996	994	2
	Agra (Kacchi Ghani Oil)	835	835	Unch
Refined Cottonseed Oil	Rajkot	620	645	-25
	Hyderabad	630	630	Unch
	Mumbai	645	645	Unch
	New Delhi	621	630	-9
Coconut Oil	Kangayan (Crude)	760	750	10
	Cochin	790	790	Unch
	Trissur	750	760	-10
Sesame Oil	New Delhi	800	810	-10
	Mumbai	780	780	Unch
Kardi	Mumbai	840	840	Unch
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	678	665	13
	CNF India	690	685	5
Indonesia CPO USD/MT	FOB	665	653	12
	CNF India	693	683	10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	673	663	10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	620	610	10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1330	1300	30
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	578	568	10
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	880	880	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	725	720	5
Argentina FOB (\$/MT)		25-May-16	24-May-16	Change
Crude Soybean Oil Ship		Unq	696	-
Refined Soy Oil (Bulk) Ship		Unq	720	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	676	-
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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