

**Domestic Fundamentals:**

- Steady sentiments featured in edible oils at various markets on flat demand on Monday.
- CNF CPO at Indian port is quoted at \$680 per ton for May delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$685 per ton for June delivery. High sea duty paid CPO Kandla is quoted at Rs 541 per 10 Kg and for June delivery is quoted at Rs 537 per 10 kg. CDSO CIF at Indian port is offered at \$761 per ton for JJ delivery. Canola CIF is quoted at USD 785 per ton for June delivery.
- Depreciation of Ringgit and better exports of palm oil ahead of Ramadan will support palm oil prices in near term. Exports of palm increased in 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. 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. Buenos Aires grains exchange kept forecast of Argentina soybean crop at 56 MMT on higher yields in some states with major losses in three key states. Harvesting has reached 72 percent, 18 percent above corresponding period last year. With soy oil contribution in soybean products falling as low as 27.2 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 higher in May on higher realization due to higher price of soy meal which may increase soy oil stocks in US and underpin prices. 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	-1.80	651.30	651.95	646.10	649.35
July-16	-1.35	658.80	658.80	653.50	656.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	35,240	-14,050	78600	-8160
July-16	18,690	-17,010	98740	300

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	-12.95	-19.90
June-16		6.95
July-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
June-16	-0.80	537.90	538.10	530.30	533.30
July-16	+0.10	530.00	530.00	525.40	527.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	1,270	486	5201	3222
July-16	312	-2,378	2505	-2154

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	11.2	17.2
June-16		-6
July-16		

\* CPO Kandla prices taken for spread calculated as at 5:30 PM

**May 31, 2016**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-July	0.23	31	31.38	30.91	31.27
15-Aug	0.19	31.08	31.49	31.05	31.35
15-Sep	0.22	31.19	31.62	31.17	31.52
15-Oct	0.22	31.41	31.77	31.41	31.65
15-Dec	0.21	31.7	32.06	31.61	31.94

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-31	2615	2621	2580	2587
15-July	-18	2586	2621	2581	2585
15-Aug	-22	2560	2598	2555	2559
15-Sep	-11	2533	2567	2524	2533

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
30/05/2016	6.58	13604	4.11	13.90	67.33	3.60	95.67	49.23

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		30-May-16	28-May-16	
Refined Soybean Oil	Indore	645	635	10
	Indore (Soy Solvent Crude)	610	600	10
	Mumbai	640	640	Unch
	Mumbai (Soy Degum)	590	585	5
	Kandla/Mundra	625	620	5
	Kandla/Mundra (Soy Degum)	595	592	3
	Kolkata	620	615	5
	Delhi	665	665	Unch
	Nagpur	621	621	Unch
	Rajkot	620	620	Unch
	Kota	635	635	Unch
	Hyderabad	641	641	Unch
	Akola	660	660	Unch
	Amrawati	659	659	Unch
	Bundi	635	635	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	542	540	2
	Kandla (RBD Palm oil)	565	560	5
	Kandla RBD Pamolein	590	575	15
	Kakinada (Crude Palm Oil)	515	515	Unch
	Kakinada RBD Pamolein	572	570	2
	Haldia Pamolein	575	573	2

	Chennai RBD Pamolein	580	575	5
	KPT (krishna patnam) Pamolein	572	570	2
	Mumbai RBD Pamolein	590	585	5
	Delhi	625	625	Unch
	Rajkot	580	580	Unch
	Hyderabad	589	584	5
	Mangalore RBD Pamolein	580	575	5
	PFAD (Kandla)	400	395	5
	Refined Palm Stearin (Kandla)	460	455	5
Refined Sunflower Oil	Chennai	700	700	Unch
	Mumbai	740	740	Unch
	Mumbai(Expeller Oil)	660	660	Unch
	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	1150	1150	Unch
	Chennai	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1160	1160	Unch
	Mumbai	1180	1180	Unch
	Gondal	1170	1160	10
	Jamnagar	1160	1160	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	786	786	Unch
	Jaipur (Kacchi Ghani Oil)	825	825	Unch
	Kota (Expeller Oil)	750	750	Unch
	Kota (Kacchi Ghani Oil)	825	825	Unch
	Neewai (Kacchi Ghani Oil)	768	808	-40
	Neewai (Expeller Oil)	808	775	33
	Bharatpur (Kacchi Ghani Oil)	840	840	Unch
	Alwar (Kacchi Ghani Oil)	780	780	Unch
	Alwar (Expeller Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	751	751	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	805	805	Unch
	Mumbai (Expeller Oil)	810	810	Unch
	New Delhi (Expeller Oil)	777	777	Unch

	Hapur (Expeller Oil)	886	Closed	-
	Hapur (Kacchi Ghani Oil)	992	Closed	-
	Agra (Kacchi Ghani Oil)	845	845	Unch
Refined Cottonseed Oil	Rajkot	660	650	10
	Hyderabad	630	630	Unch
	Mumbai	650	645	5
	New Delhi	635	635	Unch
Coconut Oil	Kangayan (Crude)	755	750	5
	Cochin	790	790	Unch
	Trissur	755	755	Unch
Sesame Oil	New Delhi	810	810	Unch
	Mumbai	790	790	Unch
Kardi	Mumbai	840	840	Unch
Rice Bran Oil (40%)	New Delhi	480	480	Unch
Rice Bran Oil (4%)	Punjab	565	565	Unch
Rice Bran Oil (4%)	Uttar Pradesh	565	565	Unch
Malaysia Palmolein USD/MT	FOB	683	678	5
	CNF India	688	685	3
Indonesia CPO USD/MT	FOB	675	670	5
	CNF India	685	685	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	675	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	625	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1340	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	583	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	885	885	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	720	Closed	-
Argentina FOB (\$/MT)		28-May-16	27-May-16	Change
Crude Soybean Oil Ship		Unq	709	-
Refined Soy Oil (Bulk) Ship		Unq	733	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	688	-
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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