



Domestic Fundamentals:

- Mixed sentiments featured in edible oils at various markets on flat demand on Thursday.
- Depreciation of Ringgit and better exports of palm oil ahead of Ramadan will support palm oil prices in near term. Export figures of May show that demand is expected to be strong in June. Indonesia's palm oil exports shot up in April on higher demand from India. India is the driving force for global palm demand. Demand from China has waned both from Malaysia and Indonesia due to shift in demand towards soy oil due to low soy oil premium over palm oil. Production of palm in Indonesia has touched bottom and is expected to improve since May. 33 percent drawdown of palm oil stocks in Indonesia helped price surge in BMD in May. Fall in stocks of palm in Malaysia is expected to be higher in May on higher exports and slow pace of growth of production. Malaysia has embarked on biodiesel mandate to increase the use of crude palm oil in domestic consumption. Malaysia imposed export duty to channel more CPO towards refining and biodiesel in place of exporting as raw product. Prices of palm oil are in range.
- Soybean planting in US exceeded estimates above 5-year average and crop condition is better than expected. Higher area of soybean planting is estimated in current season on higher prices of soybean. Soy oil contribution in soybean products falling as low as 27 percent will help support rally due to spreading with soy meal. Soy oil stocks in US rose as reported by NOPA 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. Fall in crude oil prices and strength in dollar will underpin prices in near term. Prices of soy oil are in range with upward bias.
- US soybean planting is 73% complete as on 29 May 2016 which is up from 68% during corresponding period last year and also above from 5 year average of 66%. Further, about 45% of the newly planted US soybean has emerged which is slightly up from 44% during the corresponding period last year and also up from 5 year average of 40%.
- According to Indonesia Palm Oil Association (GAPKI), Indonesia's April palm and palm kernel oil exports rose by 20 percent to 2.09 MMT from 1.74 MMT in March. Top buyers were India at 568,120 tons (429,910 tons), European Union at 368,770 tons (313,060 tons) and China at 149,340 tons. Values in brackets are figures of March 2016.
- According to Indonesian Palm Oil Association (GAPKI), Indonesia's April palm and palm kernel oil production rose by 1 percent to 2.34 MMT from 2.32 MMT in March. Indonesia's stocks of palm oil fell by 33 percent to 2.27 million tons in April from 3.02 million tons in March.

Outlook: Edible oil basket is expected to feature weak soy, palm and rapeseed oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
June-16	0.75	650.70	651.50	648.20	650.00
July-16	2.70	658.90	662.70	657.30	660.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	32,300	11930	64230	-11670
July-16	53,380	32170	102330	1410

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	-5.00	-15.80
June-16		10.80
July-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-16	1.10	532.80	533.50	528.60	532.30
July-16	1.80	527.50	529.00	523.70	528.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	994	-939	5168	-200
July-16	340	-497	3071	109

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	2.7	6.9
June-16		-4.2
July-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	0.20	32.14	32.46	32.14	32.39
15-Aug	0.19	32.3	32.56	32.3	32.49
15-Sep	0.20	32.44	32.66	32.41	32.61
15-Oct	0.14	32.47	32.7	32.47	32.62
15-Dec	0.16	32.72	32.99	32.72	32.91

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	26	2650	2650	2650	2660
15-July	43	2652	2659	2638	2658
15-Aug	45	2636	2644	2620	2643
15-Sep	47	2610	2622	2600	2622

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
2/06/2016	6.57	13611	4.156	13.97	67.28	3.59	95.31	48.92

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		2-Jun-16	1-Jun-16	
Refined Soybean Oil	Indore	645	645	Unch
	Indore (Soy Solvent Crude)	610	610	Unch
	Mumbai	640	640	Unch
	Mumbai (Soy Degum)	595	592	3
	Kandla/Mundra	620	620	Unch
	Kandla/Mundra (Soy Degum)	595	595	Unch
	Kolkata	620	620	Unch
	Delhi	665	665	Unch
	Nagpur	619	619	Unch
	Rajkot	625	625	Unch
	Kota	635	635	Unch
	Hyderabad	641	641	Unch
	Akola	658	658	Unch
	Amrawati	658	658	Unch
	Bundi	635	635	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	535	537	-2
	Kandla (RBD Palm oil)	560	560	Unch
	Kandla RBD Pamolein	585	585	Unch
	Kakinada (Crude Palm Oil)	528	525	3
	Kakinada RBD Pamolein	572	570	2

	Haldia Pamolein	577	578	-1
	Chennai RBD Pamolein	575	575	Unch
	KPT (krishna patnam) Pamolein	572	572	Unch
	Mumbai RBD Pamolein	590	590	Unch
	Delhi	625	625	Unch
	Rajkot	580	578	2
	Hyderabad	589	594	-5
	Mangalore RBD Pamolein	578	575	3
	PFAD (Kandla)	390	390	Unch
	Refined Palm Stearin (Kandla)	450	450	Unch
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)	717	717	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	730	730	Unch
Groundnut Oil	Rajkot	1180	1150	30
	Chennai	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1170	1170	Unch
	Mumbai	1180	1180	Unch
	Gondal	1200	1185	15
	Jamnagar	1200	1180	20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	790	-5
	Jaipur (Kacchi Ghani Oil)	821	825	-4
	Kota (Expeller Oil)	750	750	Unch
	Kota (Kacchi Ghani Oil)	825	825	Unch
	Neewai (Kacchi Ghani Oil)	765	765	Unch
	Neewai (Expeller Oil)	805	805	Unch
	Bharatpur (Kacchi Ghani Oil)	830	840	-10
	Alwar (Kacchi Ghani Oil)	780	780	Unch
	Alwar (Expeller Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	760	760	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	810	810	Unch
	Mumbai (Expeller Oil)	825	825	Unch
	Kolkata(Expeller Oil)	930	930	Unch



	New Delhi (Expeller Oil)	777	777	Unch
	Hapur (Expeller Oil)	886	886	Unch
	Hapur (Kacchi Ghani Oil)	992	992	Unch
	Agra (Kacchi Ghani Oil)	835	845	-10
Refined Cottonseed Oil	Rajkot	655	655	Unch
	Hyderabad	630	630	Unch
	Mumbai	650	650	Unch
	New Delhi	635	635	Unch
Coconut Oil	Kangayan (Crude)	770	760	10
	Cochin	780	790	-10
	Trissur	775	765	10
Sesame Oil	New Delhi	810	810	Unch
	Mumbai	800	790	10
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	688	-5
	CNF India	688	693	-5
Indonesia CPO USD/MT	FOB	657	670	-13
	CNF India	688	693	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	675	683	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	625	630	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1340	1340	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	580	585	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	875	878	-3
Rapeseed Oil Rotterdam Euro/MT	FOB	720	718	2
Argentina FOB (\$/MT)		1-Jun-16	31-May-16	Change
Crude Soybean Oil Ship		720	715	5
Refined Soy Oil (Bulk) Ship		745	740	5
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		700	695	5
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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