

Domestic Fundamentals:

- Mostly sideways sentiment featured in edible oils at various markets on flat demand on Saturday.
- Depreciation of Ringgit and better exports of palm oil ahead of Ramadan will support palm oil prices in near term. Demand is expected to be strong in June. Major stocks drawdown is expected in Malaysia on higher exports and lower pace of growth of production in the country.
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 in April and is expected to improve from May. Major drawdown of palm oil stocks in Indonesia helped price surge on BMD in May and is expected to support in near term.
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 with upward bias.
- Concerns of soybean crop in Argentina and slow pace of harvest in the country on fresh rains has helped soybean complex price. Production of soybean could be much lower than estimated on fresh losses.
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.
Production of soy oil in US 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.
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 firm soy, palm and rapeseed oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
June-16	-0.50	650.20	653.50	650.15	650.85
July-16	0.80	661.95	665.80	661.35	663.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	26,210	-6090	57100	-7130
July-16	47,740	-5640	103500	1170

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	-5.85	-18.20
June-16		12.35
July-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-16	0.90	533.00	536.40	532.00	534.30
July-16	3.20	528.90	533.70	528.30	533.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	1130	136	5194	26
July-16	1135	795	3412	341

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	0.7	2
June-16		-1.3
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	0.23	32.25	32.67	32.12	32.49
15-Aug	0.24	32.37	32.77	32.25	32.61
15-Sep	0.23	32.48	32.85	32.37	32.71
15-Oct	0.22	32.58	32.93	32.58	32.8
15-Dec	0.21	32.88	33.22	32.76	33.09

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	20	2658	2687	2636	2680
15-July	22	2646	2674	2621	2666
15-Aug	22	2621	2652	2601	2646
15-Sep	20	2602	2631	2582	2624

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
3/06/2016	6.585	13554	4.147	13.90	67.25	3.58	95.58	49.12

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Jun-16	3-Jun-16	
Refined Soybean Oil	Indore	645	645	Unch
	Indore (Soy Solvent Crude)	610	615	-5
	Mumbai	640	640	Unch
	Mumbai (Soy Degum)	595	595	Unch
	Kandla/Mundra	625	620	5
	Kandla/Mundra (Soy Degum)	595	595	Unch
	Kolkata	620	620	Unch
	Delhi	665	665	Unch
	Nagpur	619	619	Unch
	Rajkot	625	625	Unch
	Kota	630	635	-5
	Hyderabad	641	641	Unch
	Akola	658	658	Unch
	Amrawati	658	658	Unch
	Bundi	640	638	2
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	537	535	2
	Kandla (RBD Palm oil)	560	560	Unch
	Kandla RBD Pamolein	582	585	-3
	Kakinada (Crude Palm Oil)	528	528	Unch
	Kakinada RBD Pamolein	572	572	Unch

	Haldia Pamolein	577	577	Unch
	Chennai RBD Pamolein	578	578	Unch
	KPT (krishna patnam) Pamolein	572	572	Unch
	Mumbai RBD Pamolein	590	590	Unch
	Delhi	625	625	Unch
	Rajkot	580	585	-5
	Hyderabad	589	589	Unch
	Mangalore RBD Pamolein	578	578	Unch
	PFAD (Kandla)	390	390	Unch
	Refined Palm Stearin (Kandla)	460	450	10
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)	720	720	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	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1170	1170	Unch
	Mumbai	1200	1190	10
	Gondal	1200	1200	Unch
	Jamnagar	1200	1200	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	785	Unch
	Jaipur (Kacchi Ghani Oil)	821	820	1
	Kota (Expeller Oil)	750	750	Unch
	Kota (Kacchi Ghani Oil)	823	823	Unch
	Neewai (Expeller Oil)	765	765	Unch
	Neewai (Kacchi Ghani Oil)	805	805	Unch
	Bharatpur (Kacchi Ghani Oil)	835	835	Unch
	Alwar (Expeller Oil)	780	780	Unch
	Alwar (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	760	760	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	810	810	Unch
	Mumbai (Expeller Oil)	830	825	5
	Kolkata(Expeller Oil)	930	930	Unch



	New Delhi (Expeller Oil)	777	777	Unch
	Hapur (Expeller Oil)	Closed	886	-
	Hapur (Kacchi Ghani Oil)	Closed	992	-
	Agra (Kacchi Ghani Oil)	840	840	Unch
Refined Cottonseed Oil	Rajkot	660	655	5
	Hyderabad	635	635	Unch
	Mumbai	650	650	Unch
	New Delhi	635	635	Unch
Coconut Oil	Kangayan (Crude)	770	770	Unch
	Cochin	780	780	Unch
	Trissur	780	780	Unch
Sesame Oil	New Delhi	810	810	Unch
	Mumbai	800	800	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	685	680	5
	CNF India	690	690	Unch
Indonesia CPO USD/MT	FOB	665	655	10
	CNF India	693	693	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	675	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	625	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1350	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	580	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	1290	-
Ukraine Origin CSFO USD/MT Kandla	CIF	878	875	3
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	725	-
Argentina FOB (\$/MT)		3-Jun-16	2-Jun-16	Change
Crude Soybean Oil Ship		Unq	722	-
Refined Soy Oil (Bulk) Ship		Unq	747	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	702	-
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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2016 Indian Agribusiness Systems Pvt Ltd.