

Domestic Fundamentals:

- Mixed sentiment featured in edible oils at various market centers on Wednesday.
- CNF CPO at Indian port is quoted at \$692.5 per ton for June delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$690 per ton for June delivery. High sea duty paid CPO Kandla is quoted at Rs 535 per 10 Kg and for June delivery is quoted at Rs 532 per 10 kg. CDSO CIF at Indian port is offered at \$782 per ton for JJ delivery. Canola CIF is quoted at \$790 per ton for June delivery.
- Ringgit appreciation has led to fall in international prices of palm in near term. Ringgit has appreciated on weak dollar after weak job data of US leading to expectation of delayed FED hike. Better exports numbers of palm oil and drawdown of stock of palm oil in Malaysia and Indonesia have been already discounted into prices. Weather has improved in Southeast Asia and conditions have improved for palm production. El Nino is over and La Nina has not yet started. Both are in balance.
Major stocks drawdown is expected in Malaysia in May on higher exports and lower pace of growth of production in the country. In Indonesia also major drawdown of palm oil stocks is expected in May.
If Ringgit continues to appreciate then palm prices are bent downwards.
Prices of palm oil are in range.
- 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. US is benefiting from losses in Argentina and lower crop in Brazil. New crop sales are expected to be robust in US in 2016/17, according to USDA. 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 has fallen below 27 percent will help support rally due to spreading with soy meal.
Stocks of soy oil in US are high and with higher crush in May and June, stocks of soy oil will rise and underpin prices.
Rise in crude oil prices and dollar weakness will support prices in near term. Prices of soy oil are in range with upward bias.
- According to China's General Administration of Customs (CGNOIC), China's May imports of edible vegetable oil fell 40.4 percent to 2.8 LT compared to 4.7 LT in May 2015. Imports fell by 30 percent from March 2016 and were higher by 3.9 percent year to date.
- US soybean planting is 83% complete as on 5 June 2016 which is up from 77% during corresponding period last year and also above from 5 year average of 77%. Further, about 65% of the newly planted US soybean has emerged which is up from 60% during the corresponding period last year and also up from 5 year average of 57%. About 72% of the newly planted US soybean crop is under good to excellent conditions which up 69% during the same period last year.

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 | 5.70 | 641.00 | 645.90 | 639.50 | 645.90 |
| July-16 | 6.50 | 654.50 | 659.90 | 652.90 | 659.85 |

Prices are taken at 5:05 PM

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|--------|--------|
| June-16 | 16,890 | 3460 | 41370 | -7850 |
| July-16 | 53,170 | 3590 | 105630 | 850 |

Vol-OI are taken at 5:05 PM

| Spread | June-16 | July-16 |
|---------|---------|---------|
| Basis | -5.90 | -19.85 |
| June-16 | | 13.95 |
| July-16 | | |

MCX CPO:

| Contract | +/- | Open | High | Low | Close |
|----------|------|--------|--------|--------|--------|
| June-16 | 3.40 | 526.30 | 531.60 | 523.10 | 531.50 |
| July-16 | 2.90 | 524.60 | 530.20 | 524.20 | 529.90 |

Prices are taken at 5:05 PM

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|------|--------|
| June-16 | 1901 | -196 | 3925 | -249 |
| July-16 | 2224 | 403 | 4187 | 525 |

Vol-OI are taken at 5:05 PM

| Spread | June-16 | July-16 |
|---------|---------|---------|
| Basis | 3.5 | 5.1 |
| June-16 | | -1.6 |
| 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 | 0.24 | 32.34 | 32.54 | 32.19 | 32.53 |
| 15-Aug | 0.24 | 32.46 | 32.66 | 32.34 | 32.66 |
| 15-Sep | 0.22 | 32.59 | 32.78 | 32.47 | 32.78 |
| 15-Oct | 0.22 | 32.71 | 32.93 | 32.61 | 32.92 |
| 15-Dec | 0.23 | 33.02 | 33.24 | 32.89 | 33.23 |

BMD CPO Futures:

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| 15-June | -6 | 2632 | 2635 | 2615 | 2632 |
| 15-July | -10 | 2620 | 2622 | 2593 | 2607 |
| 15-Aug | -11 | 2607 | 2607 | 2575 | 2589 |
| 15-Sep | -8 | 2585 | 2585 | 2553 | 2566 |

Forex:

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|---------------------------|
| 8/06/2016 | 6.565 | 13219 | 4.03 | 13.75 | 66.60 | 3.44 | 93.65 | 51.00 |

Edible Oil Prices at Key Market

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|---------------------|----------------------------|-------------------|----------|--------|
| | | 8-Jun-16 | 7-Jun-16 | |
| Refined Soybean Oil | Indore | 640 | 640 | Unch |
| | Indore (Soy Solvent Crude) | 605 | 610 | -5 |
| | Mumbai | 645 | 645 | Unch |
| | Mumbai (Soy Degum) | 600 | 600 | Unch |
| | Kandla/Mundra | 630 | 635 | -5 |
| | Kandla/Mundra (Soy Degum) | 600 | 600 | Unch |
| | Kolkata | 625 | 620 | 5 |
| | Delhi | 670 | 670 | Unch |
| | Nagpur | 628 | 630 | -2 |
| | Rajkot | 630 | 625 | 5 |
| | Kota | 630 | 630 | Unch |
| | Hyderabad | 641 | 641 | Unch |
| | Akola | 668 | 668 | Unch |
| | Amrawati | 668 | 668 | Unch |
| | Bundi | 633 | 640 | -7 |
| | Jalna | NA | NA | - |
| | Alwar | NA | NA | - |
| | Solapur | NA | NA | - |
| | Dhule | NA | NA | - |
| Palm Oil | Kandla (Crude Palm Oil) | 535 | 540 | -5 |
| | Kandla (RBD Palm oil) | 560 | 562 | -2 |
| | Kandla RBD Pamolein | 580 | 585 | -5 |
| | Kakinada (Crude Palm Oil) | 528 | 528 | Unch |
| | Kakinada RBD Pamolein | 572 | 575 | -3 |

| | | | | |
|--------------------------|------------------------------------|------|------|------|
| | Haldia Pamolein | 580 | 580 | Unch |
| | Chennai RBD Pamolein | 575 | 580 | -5 |
| | KPT (krishna patnam) Pamolein | 570 | 575 | -5 |
| | Mumbai RBD Pamolein | 590 | 590 | Unch |
| | Delhi | 635 | 635 | Unch |
| | Rajkot | 580 | 582 | -2 |
| | Hyderabad | 589 | 589 | Unch |
| | Mangalore RBD Pamolein | 575 | 580 | -5 |
| | PFAD (Kandla) | 390 | 400 | -10 |
| | Refined Palm Stearin (Kandla) | 470 | 470 | Unch |
| Refined Sunflower Oil | Chennai | 700 | 700 | Unch |
| | Mumbai | 745 | 745 | Unch |
| | Mumbai(Expeller Oil) | 655 | 660 | -5 |
| | 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 | 1200 | 1200 | Unch |
| | Chennai | 1180 | 1180 | Unch |
| | Delhi | 1150 | 1150 | Unch |
| | Hyderabad * | 1175 | 1170 | 5 |
| | Mumbai | 1220 | 1210 | 10 |
| | Gondal | 1235 | 1225 | 10 |
| | Jamnagar | 1225 | 1200 | 25 |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil) | 790 | 790 | Unch |
| | Jaipur (Kacchi Ghani Oil) | 825 | 825 | Unch |
| | Kota (Expeller Oil) | 750 | 750 | Unch |
| | Kota (Kacchi Ghani Oil) | 830 | 830 | Unch |
| | Neewai (Expeller Oil) | 780 | 775 | 5 |
| | Neewai (Kacchi Ghani Oil) | 815 | 811 | 4 |
| | Bharatpur (Kacchi Ghani Oil) | 852 | 852 | Unch |
| | Alwar (Expeller Oil) | 780 | 780 | Unch |
| | Alwar (Kacchi Ghani Oil) | 800 | 800 | Unch |
| | Sri-Ganga Nagar(Exp Oil) | 780 | 775 | 5 |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 820 | 815 | 5 |
| | Mumbai (Expeller Oil) | 840 | 840 | Unch |
| | Kolkata(Expeller Oil) | 940 | 940 | Unch |

| | | | | |
|---|--------------------------|----------|----------|--------|
| | New Delhi (Expeller Oil) | 792 | 792 | Unch |
| | Hapur (Expeller Oil) | 890 | 890 | Unch |
| | Hapur (Kacchi Ghani Oil) | 996 | 996 | Unch |
| | Agra (Kacchi Ghani Oil) | 857 | 857 | Unch |
| | | | | |
| Refined Cottonseed Oil | Rajkot | 675 | 670 | 5 |
| | Hyderabad | 630 | 630 | Unch |
| | Mumbai | 655 | 655 | Unch |
| | New Delhi | 650 | 650 | Unch |
| | | | | |
| Coconut Oil | Kangayan (Crude) | 760 | 760 | Unch |
| | Cochin | 780 | 780 | Unch |
| | Trissur | 795 | 795 | Unch |
| | | | | |
| Sesame Oil | New Delhi | 780 | 780 | Unch |
| | Mumbai | 820 | 810 | 10 |
| Kardi | Mumbai | 840 | 840 | Unch |
| Rice Bran Oil (40%) | New Delhi | 480 | 480 | Unch |
| Rice Bran Oil (4%) | Punjab | 570 | 570 | Unch |
| Rice Bran Oil (4%) | Uttar Pradesh | 570 | 570 | Unch |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 683 | 688 | -5 |
| | CNF India | 690 | 700 | -10 |
| Indonesia CPO USD/MT | FOB | 670 | 680 | -10 |
| | CNF India | 693 | 703 | -10 |
| RBD Palm oil (Malaysia Origin USD/MT) | FOB | 673 | 678 | -5 |
| RBD Palm Stearin (Malaysia Origin USD/MT) | FOB | 630 | 633 | -3 |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB | 1430 | 1430 | 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 | 870 | 878 | -8 |
| Rapeseed Oil Rotterdam Euro/MT | FOB | 718 | 720 | -2 |
| | | | | |
| Argentina FOB (\$/MT) | | 7-Jun-16 | 6-Jun-16 | Change |
| Crude Soybean Oil Ship | | 722 | 724 | -2 |
| Refined Soy Oil (Bulk) Ship | | 747 | 749 | -2 |
| Sunflower Oil Ship | | Unq | Unq | - |
| Cottonseed Oil Ship | | 702 | 704 | -2 |
| 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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