

Domestic Fundamentals:

- Mostly weak sentiment featured in edible oils at various market centers on Tuesday.
- Expectation of slowdown of demand and rise in production in Malaysia has underpinned prices in near term. Palm oil end stocks in Malaysia fell to lowest levels in five years due to rise in exports on demand ahead of Ramadan, lower growth of production and low imports. However, most of the bullish sentiments are factored into the prices. Fall in exports in first 10 days of June indicates demand is already covered and demand is low ahead. Markets have to find new triggers to support prices otherwise market weakness is not ruled out.
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.
Demand from China is weak in May due to low premium of soy oil over palm oil shifting demand towards soy oil.
Factors supporting palm oil bulls are waning, while global selloff in commodities and risk arising out of China will adversely affect prices in near term.
Prices of palm oil are in range.
- Soybean crop condition is very good in US and crop yield is expected to be higher than USDA estimates. Informa upgraded soybean yield projection higher. Area report on June 30 is expected to show higher area of soybean in US. USDA increased 2015/16 Argentina's soy oil export forecast on higher demand from India and depreciation of Peso. USDA increased 2016/17 soy oil end stocks of US on higher opening stocks. USDA increased 2015/16 soy oil end stocks of India on higher opening stocks. Consumption of India is left unchanged for 2015/16.
USDA kept soybean production of Argentina unchanged at 56 MMT while it reduced Brazil's soybean crop by 2 MMT to 97 MMT.
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.
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.
Fall in crude oil prices and strength in dollar will underpin prices.
China's commodity markets concerns and global selloff in commodities will adversely affect soy oil prices.
Prices of soy oil are in range.
- US soybean planting is 92% complete as on 12 June 2016 which is up from 85% during corresponding period last year and also above from 5 year average of 87%. Further, about 79% of the newly planted US soybean has emerged which is up from 72% during the corresponding period last year and also up from 5 year average of 72%. About 74% of the newly planted US soybean crop is under good to excellent conditions which up 67% during the same period last year.

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
July-16	-5.00	651.00	651.00	646.20	647.30
Aug-16	-6.30	660.00	664.80	654.25	655.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	59,160	-13140	118810	-740
Aug-16	15,290	-710	81830	-170

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-9.30	-17.00
July-16		7.70
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-16	-5.20	522.80	522.80	517.50	518.70
July-16	-6.10	515.60	516.60	513.00	514.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	1305	-712	2283	-231
July-16	1205	-260	3886	-62

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	3.3	7.5
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	-0.14	32.51	32.51	32.18	32.37
15-Aug	-0.13	32.62	32.63	32.32	32.52
15-Sep	-0.13	32.72	32.72	32.46	32.66
15-Oct	-0.14	32.86	32.86	32.62	32.79
15-Dec	-0.15	33.17	33.23	32.91	33.09

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-51	2530	2530	2482	2488
15-July	-47	2511	2518	2478	2481
15-Aug	-43	2500	2503	2465	2469
15-Sep	-39	2482	2482	2450	2453

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
14/06/2016	6.59	13396	4.11	13.79	67.27	3.47	94.82	48.24

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		14-Jun-16	13-Jun-16	
Refined Soybean Oil	Indore	638	640	-2
	Indore (Soy Solvent Crude)	600	610	-10
	Mumbai	640	645	-5
	Mumbai (Soy Degum)	595	595	Unch
	Kandla/Mundra	620	635	-15
	Kandla/Mundra (Soy Degum)	600	600	Unch
	Kolkata	625	630	-5
	Delhi	670	670	Unch
	Nagpur	625	625	Unch
	Rajkot	625	625	Unch
	Kota	640	645	-5
	Hyderabad	641	641	Unch
	Akola	671	671	Unch
	Amrawati	664	664	Unch
	Bundi	643	Closed	-
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	522	533	-11
	Kandla (RBD Palm oil)	548	560	-12
	Kandla RBD Pamolein	575	585	-10
	Kakinada (Crude Palm Oil)	520	528	-8
	Kakinada RBD Pamolein	565	570	-5



	Haldia Pamolein	575	580	-5
	Chennai RBD Pamolein	570	575	-5
	KPT (krishna patnam) Pamolein	560	570	-10
	Mumbai RBD Pamolein	585	585	Unch
	Delhi	625	625	Unch
	Rajkot	568	575	-7
	Hyderabad	580	589	-9
	Mangalore RBD Pamolein	578	578	Unch
	PFAD (Kandla)	400	400	Unch
	Refined Palm Stearin (Kandla)	470	470	Unch
Refined Sunflower Oil	Chennai	700	695	5
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	655	655	Unch
	Kandla	745	750	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	717	Unch
	Latur (Expeller Oil)	722	722	Unch
	Chellakere (Expeller Oil)	675	675	Unch
	Erode (Expeller Oil)	730	730	Unch
Groundnut Oil	Rajkot	1250	1250	Unch
	Chennai	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1170	1170	Unch
	Mumbai	1250	1240	10
	Gondal	1250	1250	Unch
	Jamnagar	1250	1250	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	825	817	8
	Jaipur (Kacchi Ghani Oil)	861	860	1
	Kota (Expeller Oil)	790	770	20
	Kota (Kacchi Ghani Oil)	872	860	12
	Neewai (Expeller Oil)	800	800	Unch
	Neewai (Kacchi Ghani Oil)	845	840	5
	Bharatpur (Kacchi Ghani Oil)	890	890	Unch
	Alwar (Expeller Oil)	780	780	Unch
	Alwar (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	810	800	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	845	15
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	940	940	Unch



	New Delhi (Expeller Oil)	792	792	Unch
	Hapur (Expeller Oil)	920	920	Unch
	Hapur (Kacchi Ghani Oil)	1000	1000	Unch
	Agra (Kacchi Ghani Oil)	895	895	Unch
Refined Cottonseed Oil	Rajkot	665	675	-10
	Hyderabad	635	625	10
	Mumbai	672	665	7
	New Delhi	650	650	Unch
Coconut Oil	Kangayan (Crude)	780	780	Unch
	Cochin	780	780	Unch
	Trissur	795	790	5
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	760	770	-10
Kardi	Mumbai	830	830	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	660	665	-5
	CNF India	670	683	-13
Indonesia CPO USD/MT	FOB	645	658	-13
	CNF India	670	685	-15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	653	670	-17
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	623	630	-7
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1450	1460	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	565	575	-10
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	870	880	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	711	720	-9
Argentina FOB (\$/MT)		13-Jun-16	11-Jun-16	Change
Crude Soybean Oil Ship		720	Unq	-
Refined Soy Oil (Bulk) Ship		745	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		700	Unq	-
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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