

Domestic Fundamentals:

- Mixed sentiment featured in edible oils at various market centers on Thursday.
- Expectation of slowdown of demand and rise in production in Malaysia has underpinned prices in near term. Fall in exports in first 15 days of June indicates demand is already covered and demand is low ahead. Demand is the key at the moment and there are no fresh triggers of demand. 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.
Demand from India is weak in June due to lower demand due to summers.
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.
- US May soy oil stocks rose by 3.5 percent on higher production of soy oil due to higher crush of soybean by crushers. Stocks of soy oil in US are higher by 26 percent from a year ago. Higher stocks will underpin soy oil prices in near term. USDA increased soy oil end stocks of US in 2016/17 on higher opening stocks.
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.
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.
- According to National Oilseed Processors Association (NOPA), U.S. May soybean crush rose to 152.82 billion bushels from 147.614 billion bushels in April, up by 3.5 percent m-o-m. Crush of soybean in May 2015 was 148.416 billion bushels which was record in May. May crush is best in history. Production of soy oil in U.S. in April rose to 1.786 billion lbs from 1.729 billion lbs, up by 3.3 percent m-o-m. Production in May 2015 was 1.682 billion lbs. Higher production in May was due to higher crush of soybean. Soy oil stocks in U.S. at the end of May rose by 2.7 percent m-o-m to 1.994 billion lbs compared to 1.942 billion lbs in April 2016. Stocks of soy oil in May were higher by 26.4 percent compared to April 2015 which was reported at 1.578 million lbs. Yield fell to 11.69 lbs/bushel in May from 11.72 lbs/bushel in April. Yield in May 2015 was reported at 11.34 lbs/bushel.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's June 1-15 palm oil exports fell by 3.4 percent to 555,116 tons compared to 574,548 tons in the corresponding period last month. Top buyers were European Union at 86,220 tons (93,885 tons), China at 74,675 tons (36,150 tons), India at 55,070 tons (143,680 tons), Pakistan at 50,000 tons (39,000 tons) and United States at 2,000 tons (14,295 tons). Values in brackets are figures of corresponding period last month.

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	-4.90	642.20	642.90	638.00	638.45
Aug-16	-6.30	648.40	649.40	644.10	644.45

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	45,970	830	118880	720
Aug-16	13,500	-6320	96740	2180

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-3.45	-9.45
July-16		6.00
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-16	-2.80	516.10	517.90	514.20	515.80
July-16	-2.40	513.00	514.70	509.60	512.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	1650	345	2083	-200
July-16	1264	59	4210	324

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	2.2	5.3
June-16		-3.1
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	-0.27	32.04	32.09	31.67	31.69
15-Aug	-0.27	32.16	32.23	31.81	31.83
15-Sep	-0.16	32.24	32.24	31.96	32.08
15-Oct	-0.29	32.22	32.5	32.09	32.1
15-Dec	-0.28	32.74	32.8	32.38	32.4

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-36	2451	2453	2438	2441
15-July	-44	2445	2448	2422	2424
15-Aug	-44	2439	2439	2412	2415
15-Sep	-42	2424	2425	2402	2404

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
15/06/2016	6.59	13349	4.10	13.74	67.43	3.47	95.03	47.27

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-Jun-16	15-Jun-16	
Refined Soybean Oil	Indore	635	640	-5
	Indore (Soy Solvent Crude)	600	605	-5
	Mumbai	635	635	Unch
	Mumbai (Soy Degum)	585	585	Unch
	Kandla/Mundra	620	625	-5
	Kandla/Mundra (Soy Degum)	603	600	3
	Kolkata	620	620	Unch
	Delhi	670	670	Unch
	Nagpur	625	625	Unch
	Rajkot	620	625	-5
	Kota	635	640	-5
	Hyderabad	641	641	Unch
	Akola	671	671	Unch
	Amrawati	664	664	Unch
	Bundi	Closed	638	-
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	518	520	-2
	Kandla (RBD Palm oil)	540	545	-5
	Kandla RBD Pamolein	560	568	-8
	Kakinada (Crude Palm Oil)	515	520	-5
	Kakinada RBD Pamolein	560	563	-3

	Haldia Pamolein	565	570	-5
	Chennai RBD Pamolein	565	565	Unch
	KPT (krishna patnam) Pamolein	555	560	-5
	Mumbai RBD Pamolein	565	570	-5
	Delhi	620	620	Unch
	Rajkot	558	565	-7
	Hyderabad	570	580	-10
	Mangalore RBD Pamolein	570	575	-5
	PFAD (Kandla)	395	395	Unch
	Refined Palm Stearin (Kandla)	465	465	Unch
Refined Sunflower Oil	Chennai	695	695	Unch
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	655	655	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	670	-5
	Erode (Expeller Oil)	725	725	Unch
Groundnut Oil	Rajkot	1275	1250	25
	Chennai	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1170	1170	Unch
	Mumbai	1280	1250	30
	Gondal	1275	1250	25
	Jamnagar	1275	1250	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	817	821	-4
	Jaipur (Kacchi Ghani Oil)	859	859	Unch
	Kota (Expeller Oil)	770	780	-10
	Kota (Kacchi Ghani Oil)	860	865	-5
	Neewai (Expeller Oil)	800	800	Unch
	Neewai (Kacchi Ghani Oil)	845	845	Unch
	Bharatpur (Kacchi Ghani Oil)	900	880	20
	Alwar (Expeller Oil)	780	780	Unch
	Alwar (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	810	810	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	860	Unch
	Mumbai (Expeller Oil)	840	850	-10
	Kolkata(Expeller Oil)	940	940	Unch



	New Delhi (Expeller Oil)	840	840	Unch
	Hapur (Expeller Oil)	920	920	Unch
	Hapur (Kacchi Ghani Oil)	1000	1000	Unch
	Agra (Kacchi Ghani Oil)	905	885	20
Refined Cottonseed Oil	Rajkot	670	665	5
	Hyderabad	635	635	Unch
	Mumbai	670	670	Unch
	New Delhi	650	650	Unch
Coconut Oil	Kangayan (Crude)	780	780	Unch
	Cochin	790	790	Unch
	Trissur	795	795	Unch
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	740	750	-10
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	475	475	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	645	645	Unch
	CNF India	655	660	-5
Indonesia CPO USD/MT	FOB	630	635	-5
	CNF India	655	660	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	633	650	-17
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	610	610	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1420	1430	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	560	563	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	860	870	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	705	720	-15
Argentina FOB (\$/MT)		15-Jun-16	14-Jun-16	Change
Crude Soybean Oil Ship		705	718	-13
Refined Soy Oil (Bulk) Ship		729	743	-14
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		685	698	-13
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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