

Domestic Fundamentals:

- Weak sentiment featured in edible oils at various market centers on Friday.
- 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 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.
Production of palm is expected to rise and weather has improved for palm production.
Demand from India is weak in June due to lower demand on summers.
Ringgit depreciation will support prices in near term 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. Weather improved in US Midwest where dryness supported soybean markets.
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 million bushels from 147.614 million bushels in April, up by 3.5 percent m-o-m. Crush of soybean in May 2015 was 148.416 million 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	4.45	633.80	640.40	633.80	637.60
Aug-16	5.75	639.50	647.40	639.00	643.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	62,440	16470	111460	-7420
Aug-16	26,920	13420	95780	-960

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-7.60	-13.80
July-16		6.20
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-16	6.70	504.90	512.50	504.90	509.50
July-16	7.10	501.00	510.90	501.00	507.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	1223	-427	1826	-257
July-16	1384	120	4121	-89

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	2.5	4.5
June-16		-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	0.31	31.21	31.54	31.12	31.47
15-Aug	0.31	31.35	31.67	31.27	31.61
15-Sep	0.34	31.47	31.81	31.42	31.78
15-Oct	0.31	31.62	31.92	31.59	31.88
15-Dec	0.31	31.91	32.22	31.81	32.16

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	44	2439	2488	2439	2485
15-July	36	2419	2470	2419	2462
15-Aug	34	2411	2458	2411	2450
15-Sep	40	2399	2448	2399	2441

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/06/2016	6.59	13334	4.11	13.9	67.07	3.47	94.34	46.98

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Jun-16	16-Jun-16	
Refined Soybean Oil	Indore	630	635	-5
	Indore (Soy Solvent Crude)	595	600	-5
	Mumbai	635	635	Unch
	Mumbai (Soy Degum)	585	585	Unch
	Kandla/Mundra	630	620	10
	Kandla/Mundra (Soy Degum)	595	603	-8
	Kolkata	615	620	-5
	Delhi	670	670	Unch
	Nagpur	625	625	Unch
	Rajkot	615	620	-5
	Kota	630	635	-5
	Hyderabad	641	641	Unch
	Akola	671	671	Unch
	Amrawati	664	664	Unch
	Bundi	635	Closed	-
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	512	518	-6
	Kandla (RBD Palm oil)	540	540	Unch
	Kandla RBD Pamolein	560	560	Unch
	Kakinada (Crude Palm Oil)	515	515	Unch
	Kakinada RBD Pamolein	560	560	Unch



	Haldia Pamolein	560	565	-5
	Chennai RBD Pamolein	565	565	Unch
	KPT (krishna patnam) Pamolein	555	555	Unch
	Mumbai RBD Pamolein	565	565	Unch
	Delhi	620	620	Unch
	Rajkot	556	558	-2
	Hyderabad	570	570	Unch
	Mangalore RBD Pamolein	565	570	-5
	PFAD (Kandla)	410	395	15
	Refined Palm Stearin (Kandla)	460	465	-5
Refined Sunflower Oil	Chennai	695	695	Unch
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	655	655	Unch
	Kandla	740	745	-5
	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)	725	725	Unch
Groundnut Oil	Rajkot	1275	1275	Unch
	Chennai	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1170	1170	Unch
	Mumbai	1280	1280	Unch
	Gondal	1275	1275	Unch
	Jamnagar	1275	1275	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	809	817	-8
	Jaipur (Kacchi Ghani Oil)	858	859	-1
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	860	860	Unch
	Neewai (Expeller Oil)	800	800	Unch
	Neewai (Kacchi Ghani Oil)	840	845	-5
	Bharatpur (Kacchi Ghani Oil)	875	900	-25
	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	840	Unch
	Kolkata(Expeller Oil)	940	940	Unch



	New Delhi (Expeller Oil)	840	840	Unch
	Hapur (Expeller Oil)	900	920	-20
	Hapur (Kacchi Ghani Oil)	980	1000	-20
	Agra (Kacchi Ghani Oil)	880	905	-25
Refined Cottonseed Oil	Rajkot	670	670	Unch
	Hyderabad	635	635	Unch
	Mumbai	670	670	Unch
	New Delhi	650	650	Unch
Coconut Oil	Kangayan (Crude)	775	780	-5
	Cochin	790	790	Unch
	Trissur	790	795	-5
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	740	740	Unch
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	640	645	-5
	CNF India	658	655	3
Indonesia CPO USD/MT	FOB	635	630	5
	CNF India	655	655	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	633	633	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	610	610	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1420	1420	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	563	560	3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	855	860	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	700	705	-5
Argentina FOB (\$/MT)		16-Jun-16	15-Jun-16	Change
Crude Soybean Oil Ship		689	705	-16
Refined Soy Oil (Bulk) Ship		713	729	-16
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		669	685	-16
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.