

Domestic Fundamentals:

- Mixed sentiment featured in edible oils at various market centers on Saturday.
- 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
		18-Jun-16	17-Jun-16	
Refined Soybean Oil	Indore	630	630	Unch
	Indore (Soy Solvent Crude)	600	595	5
	Mumbai	632	635	-3
	Mumbai (Soy Degum)	587	585	2
	Kandla/Mundra	620	630	-10
	Kandla/Mundra (Soy Degum)	600	595	5
	Kolkata	620	615	5
	Delhi	670	670	Unch
	Nagpur	625	625	Unch
	Rajkot	620	615	5
	Kota	630	630	Unch
	Hyderabad	641	641	Unch
	Akola	671	671	Unch
	Amrawati	664	664	Unch
	Bundi	635	635	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	517	512	5
	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	560	Unch
	Chennai RBD Pamolein	562	565	-3
	KPT (krishna patnam) Pamolein	555	555	Unch
	Mumbai RBD Pamolein	565	565	Unch
	Delhi	620	620	Unch
	Rajkot	560	556	4
	Hyderabad	570	570	Unch
	Mangalore RBD Pamolein	560	565	-5
	PFAD (Kandla)	400	410	-10
	Refined Palm Stearin (Kandla)	460	460	Unch
Refined Sunflower Oil	Chennai	695	695	Unch
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	660	655	5
	Kandla	740	740	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)	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	1290	1275	15
	Jamnagar	1275	1275	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	812	809	3
	Jaipur (Kacchi Ghani Oil)	861	858	3
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	855	860	-5
	Neewai (Expeller Oil)	800	800	Unch
	Neewai (Kacchi Ghani Oil)	840	840	Unch
	Bharatpur (Kacchi Ghani Oil)	875	875	Unch
	Alwar (Expeller Oil)	780	780	Unch
	Alwar (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	800	810	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	850	860	-10
	Mumbai (Expeller Oil)	840	840	Unch
	Kolkata(Expeller Oil)	940	940	Unch



	New Delhi (Expeller Oil)	840	840	Unch
	Hapur (Expeller Oil)	Closed	900	-
	Hapur (Kacchi Ghani Oil)	Closed	980	-
	Agra (Kacchi Ghani Oil)	880	880	Unch
Refined Cottonseed Oil	Rajkot	665	670	-5
	Hyderabad	635	635	Unch
	Mumbai	670	670	Unch
	New Delhi	650	650	Unch
Coconut Oil	Kangayan (Crude)	775	775	Unch
	Cochin	790	790	Unch
	Trissur	790	790	Unch
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	645	640	5
	CNF India	663	658	5
Indonesia CPO USD/MT	FOB	658	635	23
	CNF India	663	655	8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	633	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	610	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1420	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	563	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	855	855	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	700	-
Argentina FOB (\$/MT)		17-Jun-16	16-Jun-16	Change
Crude Soybean Oil Ship		Unq	689	-
Refined Soy Oil (Bulk) Ship		Unq	713	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	669	-
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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