

**Domestic Fundamentals:**

- Mixed sentiment featured in edible oils at various market centers on Friday.
- Fall in exports of palm oil and expectation of rise in production on seasonal uptrend of production will underpin prices in near term. Exports fell in June from Malaysia. Most of the fall in exports was CPO exports. Exports of refined palm oil are still steady.  
Indonesia recorded fall in palm oil exports in May. Weak exports from Indonesia have led to abolition of export duty. Ramadan demand is already covered and fresh demand will only rise when the prices fall sharply. Otherwise demand is slow ahead.  
Stocks of palm are expected to remain stable if they do not fall.  
Demand from India is weak and there is no seasonal uptrend of demand before festivals after monsoons. Demand of palm from China has weakened in recent months due to shift towards domestically crushed soy oil. Shift is due to low premium of soy oil over palm oil.  
Ringgit appreciation, global selloff in commodities, risk arising out of China and Britain exit from EU will adversely affect prices in near term. Competitive oils will support prices in near term. Prices of palm oil are in range.
- USDA reported record area soybean in US but below expectations. If area and yield holds then soybean crop will be record in history. Better weather in soybean growing areas in US will improve yields and recovery of soybean.  
China's commodity market concerns and concerns from Britain exit from EU are expected to adversely affect soy oil prices in near term.  
Expectation of higher stocks of soy oil on higher production of soy oil in US due to higher soybean crush on improving crush margins will underpin soy oil prices in near term. US June soy oil stocks are expected to rise 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. If production of soy oil rises then stocks will rise further and underpin prices.  
Fall in crude oil prices and strength in dollar will underpin prices in near term. Prices of soy oil are in range.
- In the June USDA acreage report, US soybean planted area for 2016 is estimated at a record high 83.7 million acres, up 1 percent from last year. Area for harvest, at 83.0 million acres, is also up 1 percent from 2015 and will be a record high if realized. Record high planted acreage is estimated in Michigan, Minnesota, New York, North Dakota, Ohio, Pennsylvania, and Wisconsin. The acreage is also above previously estimated by the analysts the department. If weather and crop condition remain good this will result in all-time high US soybean production for coming season too.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's June palm oil exports fell 11.2 percent to 1,111,413 tons compared to 1,251,695 tons in May 2016. Top buyers were European Union at 203,251 tons (186,277 tons), India at 195,105 tons (362,980 tons), China at 134,675 tons (112,750 tons), United States at 69,560 tons (105,591 tons) and Pakistan at 50,000 tons (47,850 tons). Values in brackets are figures of last May 2016.

**Outlook:** Edible oil basket is expected to feature weak soy and palm with firm rapeseed oil in the spot market, in near-term.

**NCDEX Soy Refined Oil:**

Contract	+/-	Open	High	Low	Close
July-16	1.95	640.00	642.00	638.20	639.40
Aug-16	2.25	647.60	648.60	646.00	646.35

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	35,330	20130	60440	-6480
Aug-16	38,140	2720	101970	3560

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	0.60	-6.35
July-16		6.95
Aug-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
July-16	-1.00	503.50	507.40	503.00	503.70
Aug-16	-2.00	506.60	506.60	501.60	501.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	2004	37	4965	-154
Aug-16	449	-276	2413	85

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	2.3	4.4
July-16		-2.1
Aug-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	<b>0.37</b>	31.38	31.76	31.27	31.75
15-Aug	<b>0.34</b>	31.53	31.91	31.41	31.87
15-Sep	<b>0.35</b>	31.66	32.05	31.53	32.01
15-Oct	<b>0.34</b>	31.73	32.13	31.73	32.12
15-Dec	<b>0.33</b>	32.1	32.44	31.92	32.4

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-July	<b>10</b>	2434	2434	2400	2406
15-Aug	<b>7</b>	2397	2397	2358	2380
15-Sep	<b>5</b>	2379	2379	2334	2359
15-Oct	<b>8</b>	2358	2364	2324	2349

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
01/07/2016	6.65	13121	3.99	15.02	67.31	3.21	95.70	48.16

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		1-Jul-16	30-Jun-16	
Refined Soybean Oil	Indore	640	640	Unch
	Indore (Soy Solvent Crude)	610	610	Unch
	Mumbai	635	635	Unch
	Mumbai (Soy Degum)	590	590	Unch
	Kandla/Mundra	620	620	Unch
	Kandla/Mundra (Soy Degum)	595	592	3
	Kolkata	625	620	5
	Delhi	670	670	Unch
	Nagpur	636	636	Unch
	Rajkot	618	620	-2
	Kota	640	640	Unch
	Hyderabad	641	641	Unch
	Akola	674	674	Unch
	Amrawati	674	674	Unch
	Bundi	640	638	2
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	506	506	Unch
	Kandla (RBD Palm oil)	525	525	Unch
	Kandla RBD Pamolein	555	555	Unch
	Kakinada (Crude Palm Oil)	505	505	Unch
	Kakinada RBD Pamolein	550	555	-5



	Haldia Pamolein	555	555	Unch
	Chennai RBD Pamolein	555	560	-5
	KPT (krishna patnam) Pamolein	540	545	-5
	Mumbai RBD Pamolein	560	560	Unch
	Delhi	610	610	Unch
	Rajkot	550	550	Unch
	Hyderabad	565	565	Unch
	Mangalore RBD Pamolein	555	560	-5
	PFAD (Kandla)	410	410	Unch
	Refined Palm Stearin (Kandla)	450	450	Unch
Refined Sunflower Oil	Chennai	695	695	Unch
	Mumbai	750	750	Unch
	Mumbai(Expeller Oil)	650	650	Unch
	Kandla	750	750	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	713	713	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	725	725	Unch
Groundnut Oil	Rajkot	1350	1325	25
	Chennai	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1175	1175	Unch
	Mumbai	1325	1320	5
	Gondal	1350	1335	15
	Jamnagar	1325	1325	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	830	827	3
	Jaipur (Kacchi Ghani Oil)	885	881	4
	Kota (Expeller Oil)	775	765	10
	Kota (Kacchi Ghani Oil)	875	875	Unch
	Neewai (Expeller Oil)	825	816	9
	Neewai (Kacchi Ghani Oil)	865	860	5
	Bharatpur (Kacchi Ghani Oil)	905	900	5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	820	810	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	870	865	5
	Mumbai (Expeller Oil)	870	870	Unch
	Kolkata(Expeller Oil)	970	970	Unch

	New Delhi (Expeller Oil)	835	835	Unch
	Hapur (Expeller Oil)	960	960	Unch
	Hapur (Kacchi Ghani Oil)	1005	1005	Unch
	Agra (Kacchi Ghani Oil)	910	905	5
Refined Cottonseed Oil	Rajkot	700	700	Unch
	Hyderabad	650	650	Unch
	Mumbai	690	685	5
	New Delhi	655	655	Unch
Coconut Oil	Kangayan (Crude)	740	740	Unch
	Cochin	790	790	Unch
	Trissur	740	740	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	635	635	Unch
	CNF India	646	646	Unch
Indonesia CPO USD/MT	FOB	620	620	Unch
	CNF India	645	648	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	628	628	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	623	618	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1380	1370	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	563	560	3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1325	-
Ukraine Origin CSFO USD/MT Kandla	CIF	858	860	-2
Rapeseed Oil Rotterdam Euro/MT	FOB	684	689	-5
Argentina FOB (\$/MT)		30-Jun-16	29-Jun-16	Change
Crude Soybean Oil Ship		687	679	8
Refined Soy Oil (Bulk) Ship		711	703	8
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		667	659	8
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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