

Domestic Fundamentals:

- Firm sentiment featured in edible oils at various market centers on Monday.
- Fall in exports of palm oil and expectation of rise in production on seasonal uptrend of production will underpin prices in near term.
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 higher stocks of soy oil in US in May due to higher crush of soybean. USDA reported record area soybean in US and 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 crush 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.
Fall in crude oil prices and strength in dollar will underpin prices in near term. Prices of soy oil are in range.
- US processors have crushed 4.83 million tons of soybean during May which is up from 4.75 million during the month of April, said USDA. Crush in May 2015 was 4.68 million tons. Market was expecting the May soybean crush at 4.874 million tons. Soy meal inventories at the end of the month May stood at 343,411 tons down from 365,653 tons in April, while crude soy oil inventories stood at 2.063 billion pounds at May end compared to 2.049 billion pounds at April end. Refined soy oil stocks are at 402.9 million pounds.
- 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	3.70	639.05	643.00	638.00	643.00
Aug-16	5.15	646.70	650.70	645.30	650.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	19,030	-16300	56020	-4420
Aug-16	38,640	500	94750	-7220

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-3.00	-10.70
July-16		7.70
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-16	6.00	503.50	508.80	503.40	507.50
Aug-16	5.80	502.00	505.40	501.50	505.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	1591	-413	4948	-17
Aug-16	348	-101	2424	11

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-1.5	0.7
July-16		-2.2
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	0.37	31.38	31.76	31.27	31.75
15-Aug	0.34	31.53	31.91	31.41	31.87
15-Sep	0.35	31.66	32.05	31.53	32.01
15-Oct	0.34	31.73	32.13	31.73	32.12
15-Dec	0.33	32.1	32.44	31.92	32.4

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-July	34	2441	2441	2433	2406
15-Aug	46	2409	2426	2403	2380
15-Sep	43	2395	2404	2380	2359
15-Oct	41	2379	2390	2369	2349

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/07/2016	6.66	13115	3.99	15.05	67.26	3.24	95.65	49.20

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Jul-16	2-Jul-16	
Refined Soybean Oil	Indore	640	640	Unch
	Indore (Soy Solvent Crude)	610	610	Unch
	Mumbai	635	635	Unch
	Mumbai (Soy Degum)	595	590	5
	Kandla/Mundra	620	620	Unch
	Kandla/Mundra (Soy Degum)	598	595	3
	Kolkata	625	625	Unch
	Delhi	670	670	Unch
	Nagpur	638	638	Unch
	Rajkot	620	618	2
	Kota	640	640	Unch
	Hyderabad	641	641	Unch
	Akola	677	677	Unch
	Amrawati	676	676	Unch
	Bundi	638	640	-2
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	506	503	3
	Kandla (RBD Palm oil)	525	525	Unch
	Kandla RBD Pamolein	555	555	Unch
	Kakinada (Crude Palm Oil)	505	505	Unch
	Kakinada RBD Pamolein	550	547	3

	Haldia Pamolein	555	555	Unch
	Chennai RBD Pamolein	555	552	3
	KPT (krishna patnam) Pamolein	545	540	5
	Mumbai RBD Pamolein	560	555	5
	Delhi	610	610	Unch
	Rajkot	550	550	Unch
	Hyderabad	565	565	Unch
	Mangalore RBD Pamolein	555	552	3
	PFAD (Kandla)	420	420	Unch
	Refined Palm Stearin (Kandla)	455	455	Unch
Refined Sunflower Oil	Chennai	695	695	Unch
	Mumbai	750	750	Unch
	Mumbai(Expeller Oil)	655	650	5
	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	1400	1340	60
	Chennai	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1150	1175	-25
	Mumbai	1390	1340	50
	Gondal	1375	1375	Unch
	Jamnagar	1400	1325	75
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	832	830	2
	Jaipur (Kacchi Ghani Oil)	888	885	3
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	880	880	Unch
	Neewai (Expeller Oil)	825	825	Unch
	Neewai (Kacchi Ghani Oil)	870	865	5
	Bharatpur (Kacchi Ghani Oil)	930	910	20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	825	825	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	875	875	Unch
	Mumbai (Expeller Oil)	860	870	-10
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	835	835	Unch
	Hapur (Expeller Oil)	980	960	20
	Hapur (Kacchi Ghani Oil)	1030	1005	25
	Agra (Kacchi Ghani Oil)	935	915	20
Refined Cottonseed Oil	Rajkot	710	700	10
	Hyderabad	650	650	Unch
	Mumbai	700	690	10
	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	643	635	8
	CNF India	655	646	9
Indonesia CPO USD/MT	FOB	630	620	10
	CNF India	655	646	9
RBD Palm oil (Malaysia Origin USD/MT)	FOB	638	628	10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	628	623	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1380	1380	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	565	563	2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1330	-
Ukraine Origin CSFO USD/MT Kandla	CIF	860	860	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	695	684	11
Argentina FOB (\$/MT)		2-Jul-16	1-Jul-16	Change
Crude Soybean Oil Ship		Unq	684	-
Refined Soy Oil (Bulk) Ship		Unq	708	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	664	-
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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