

**Domestic Fundamentals:**

- Mixed sentiment featured in edible oils at various market centers on Tuesday.
- Commodities linked to China will be under stress in near term including palm oil. China is second largest importer of palm oil and its influence to palm and soy oil is very high.  
Fall in exports of palm oil and expectation of rise in production on seasonal uptrend of production will underpin prices in near term. Stocks of palm oil are expected to rise in June on lower exports and increase in production.  
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 and Britain exit from EU are additional bearish factors in near term. Competitive oils will support prices in near term.  
Prices of palm oil are in range.
- China's commodity market concerns on slowdown of Chinese manufacturing have led to fall of prices on global commodities. Commodities linked to China will be hit in near term. Britain exit from EU has led policy makers guessing about future course of action to support their economies.  
USDA reported higher stocks of soy oil in US in May due to higher crush of soybean. USDA reported record area under 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.  
Expectation of higher stocks of soy oil on higher production of soy oil in US due to higher soybean crush 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	-1.55	642.00	645.70	642.00	644.25
Aug-16	-1.60	651.20	653.65	650.00	651.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	17,570	-1460	50020	-6000
Aug-16	31,240	-7400	97730	2980

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-4.25	-11.80
July-16		7.55
Aug-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
July-16	-3.30	507.60	508.10	505.60	507.00
Aug-16	-3.60	504.00	506.00	503.10	504.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	1460	-131	4785	-163
Aug-16	347	-1	2414	-10

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	0	2.7
July-16		-2.7
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>-51</b>	2420	2420	2400	2409
15-Aug	<b>-47</b>	2395	2404	2373	2383
15-Sep	<b>-42</b>	2382	2383	2350	2355
15-Oct	<b>-45</b>	2370	2370	2336	2340

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
05/07/2016	6.67	13095	4.02	15.01	67.45	3.28	95.55	47.77

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		5-Jul-16	4-Jul-16	
Refined Soybean Oil	Indore	640	640	Unch
	Indore (Soy Solvent Crude)	610	610	Unch
	Mumbai	640	635	5
	Mumbai (Soy Degum)	590	595	-5
	Kandla/Mundra	620	620	Unch
	Kandla/Mundra (Soy Degum)	598	598	Unch
	Kolkata	625	625	Unch
	Delhi	670	670	Unch
	Nagpur	638	638	Unch
	Rajkot	614	620	-6
	Kota	645	640	5
	Hyderabad	641	641	Unch
	Akola	677	677	Unch
	Amrawati	676	676	Unch
	Bundi	640	638	2
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	507	506	1
	Kandla (RBD Palm oil)	530	525	5
	Kandla RBD Pamolein	555	555	Unch
	Kakinada (Crude Palm Oil)	505	505	Unch
	Kakinada RBD Pamolein	550	550	Unch



	Haldia Pamolein	555	555	Unch
	Chennai RBD Pamolein	555	555	Unch
	KPT (krishna patnam) Pamolein	545	545	Unch
	Mumbai RBD Pamolein	560	560	Unch
	Delhi	610	610	Unch
	Rajkot	550	550	Unch
	Hyderabad	565	565	Unch
	Mangalore RBD Pamolein	555	555	Unch
	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	655	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	1400	1400	Unch
	Chennai	1180	1180	Unch
	Delhi	1200	1150	50
	Hyderabad *	1130	1150	-20
	Mumbai	1400	1390	10
	Gondal	1375	1375	Unch
	Jamnagar	1400	1400	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	841	832	9
	Jaipur (Kacchi Ghani Oil)	898	888	10
	Kota (Expeller Oil)	785	770	15
	Kota (Kacchi Ghani Oil)	880	880	Unch
	Neewai (Expeller Oil)	835	825	10
	Neewai (Kacchi Ghani Oil)	875	870	5
	Bharatpur (Kacchi Ghani Oil)	940	930	10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	830	825	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	880	875	5
	Mumbai (Expeller Oil)	870	860	10
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	860	835	25
	Hapur (Expeller Oil)	1020	980	40
	Hapur (Kacchi Ghani Oil)	1100	1030	70
	Agra (Kacchi Ghani Oil)	945	935	10
Refined Cottonseed Oil	Rajkot	712	710	2
	Hyderabad	650	650	Unch
	Mumbai	700	700	Unch
	New Delhi	655	655	Unch
Coconut Oil	Kangayan (Crude)	730	740	-10
	Cochin	790	790	Unch
	Trissur	730	740	-10
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	740	740	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	460	475	-15
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	633	643	-10
	CNF India	643	655	-12
Indonesia CPO USD/MT	FOB	620	630	-10
	CNF India	648	655	-7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	628	638	-10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	620	628	-8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1380	1380	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	563	565	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1340	-
Ukraine Origin CSFO USD/MT Kandla	CIF	850	860	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	690	695	-5
Argentina FOB (\$/MT)		4-Jul-16	2-Jul-16	Change
Crude Soybean Oil Ship		Unq	Unq	-
Refined Soy Oil (Bulk) Ship		Unq	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	Unq	-
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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