

Domestic Fundamentals:

- Mostly sideways trend featured in edible oils at various market centers on Thursday.
- 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. Prices of palm oil are in range.
- US soybean crop is in very good condition and moisture is adequate for further development of crop. If conditions continue to remain conducive then US is headed for record soybean crop.
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.
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.
- In the US crop progress report, as on 3 July 2016, the newly planted US soybean is blooming at 22% which is up from 17% during the corresponding period last year and also up from 5 year average of 16%. Also about 70% of the newly planted US soybean crop is under good to excellent conditions which is up from 63% during the same period last year.
- 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	-2.40	636.00	637.10	631.60	632.50
Aug-16	-2.55	641.50	644.40	637.00	638.15

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	12,760	-4810	37670	-12350
Aug-16	41,130	9890	108400	10670

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	7.50	1.85
July-16		5.65
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-16	-0.30	504.00	505.30	501.30	502.50
Aug-16	-1.80	500.20	501.90	496.60	497.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	1352	-108	4437	-348
Aug-16	534	187	2473	59

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	4.5	9.3
July-16		-4.8
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-Aug	0.01	30.39	30.71	30.18	30.37
15-Sep	0.02	30.54	30.83	30.29	30.49
15-Oct	-0.03	30.6	30.77	30.35	30.53
15-Dec	-0.07	30.83	31.19	30.54	30.72
15-Jan	-0.07	31.12	31.35	30.82	30.95

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-July	-51	2420	2420	2400	2409
15-Aug	-47	2395	2404	2373	2383
15-Sep	-42	2382	2383	2350	2355
15-Oct	-45	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)
07/07/2016	6.68	13113	4.03	14.70	67.39	3.33	96.04	47.90

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		7-Jul-16	6-Jul-16	
Refined Soybean Oil	Indore	640	640	Unch
	Indore (Soy Solvent Crude)	605	605	Unch
	Mumbai	630	635	-5
	Mumbai (Soy Degum)	588	590	-2
	Kandla/Mundra	615	620	-5
	Kandla/Mundra (Soy Degum)	595	595	Unch
	Kolkata	625	625	Unch
	Delhi	Closed	670	-
	Nagpur	635	Closed	-
	Rajkot	610	Closed	-
	Kota	640	645	-5
	Hyderabad	646	641	5
	Akola	677	Closed	-
	Amrawati	676	Closed	-
	Bundi	Closed	638	-
	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)	525	525	Unch
	Kandla RBD Pamolein	550	550	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	555	555	Unch
	Delhi	Closed	610	-
	Rajkot	545	Closed	-
	Hyderabad	565	557	8
	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)	708	708	Unch
	Latur (Expeller Oil)	Closed	Closed	-
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	Closed	725	-
Groundnut Oil	Rajkot	1400	Closed	-
	Chennai	1120	1120	Unch
	Delhi	Closed	1200	-
	Hyderabad *	1130	1130	Unch
	Mumbai	1400	1400	Unch
	Gondal	1375	Closed	-
	Jamnagar	1400	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	835	835	Unch
	Jaipur (Kacchi Ghani Oil)	895	895	Unch
	Kota (Expeller Oil)	775	775	Unch
	Kota (Kacchi Ghani Oil)	895	895	Unch
	Neewai (Expeller Oil)	Closed	835	-
	Neewai (Kacchi Ghani Oil)	Closed	875	-
	Bharatpur (Kacchi Ghani Oil)	920	920	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	840	840	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	890	890	Unch
	Mumbai (Expeller Oil)	870	870	Unch
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	Closed	860	-
	Hapur (Expeller Oil)	1020	Closed	-
	Hapur (Kacchi Ghani Oil)	1100	Closed	-
	Agra (Kacchi Ghani Oil)	925	925	Unch
Refined Cottonseed Oil	Rajkot	700	Closed	-
	Hyderabad	650	645	5
	Mumbai	705	705	Unch
	New Delhi	Closed	655	-
Coconut Oil	Kangayan (Crude)	730	730	Unch
	Cochin	790	790	Unch
	Trissur	730	730	Unch
Sesame Oil	New Delhi	Closed	750	-
	Mumbai	740	740	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	Closed	460	-
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	Closed	Closed	-
	CNF India	643	643	Unch
Indonesia CPO USD/MT	FOB	Closed	Closed	-
	CNF India	643	643	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1330	-
Ukraine Origin CSFO USD/MT Kandla	CIF	858	858	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	680	682	-2
Argentina FOB (\$/MT)		6-Jul-16	5-Jul-16	Change
Crude Soybean Oil Ship		676	680	-4
Refined Soy Oil (Bulk) Ship		699	704	-5
Sunflower Oil Ship		795	Unq	-
Cottonseed Oil Ship		656	660	-4
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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