

**Domestic Fundamentals:**

- Weak trend featured in edible oils at various market centers on Friday.
- 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.  
Fall in soy oil will affect palm oil prices adversely.  
Ringgit appreciation, global selloff in commodities and Britain exit from EU are additional bearish factors in near term.  
Data of palm oil industry in Malaysia will be released on Monday which will show that end stocks of palm oil increased in Malaysia in June on lower exports and higher production.  
Prices of palm oil are in range.
- US soybean crop is in very good condition and moisture is adequate for further development of crop. Long term weather projection show that weather in US Midwest will stay conducive for soybean till September. 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 will be additional bearish factor.  
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.  
USDA is expected to release monthly supply and demand estimate on Tuesday. 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	-5.80	627.00	628.15	624.60	626.00
Aug-16	-6.05	633.35	633.65	629.40	631.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	16,140	3380	30770	-6900
Aug-16	50,820	9690	108910	510

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	4.00	-1.60
July-16		5.60
Aug-16		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
July-16	-10.90	500.70	500.70	488.80	490.60
Aug-16	-11.30	490.00	490.80	484.80	485.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	2854	1502	4434	-3
Aug-16	1039	505	2602	129

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	9.4	14.3
July-16		-4.9
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	0.25	29.86	30.12	29.72	30.04
15-Sep	0.23	29.95	30.23	29.84	30.13
15-Oct	0.25	29.97	30.32	29.95	30.21
15-Dec	0.28	30.25	30.58	30.14	30.46
15-Jan	0.28	30.47	30.78	30.4	30.68

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	-105	2293	2332	2260	2277
15-Sep	-117	2265	2280	2223	2241
15-Oct	-118	2260	2265	2204	2226
15-Nov	-114	2251	2263	2199	2222

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
08/07/2016	6.68	13177	4.02	14.70	67.30	3.36	96.12	45.66

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		8-Jul-16	7-Jul-16	
Refined Soybean Oil	Indore	630	640	-10
	Indore (Soy Solvent Crude)	595	605	-10
	Mumbai	625	630	-5
	Mumbai (Soy Degum)	577	588	-11
	Kandla/Mundra	615	615	Unch
	Kandla/Mundra (Soy Degum)	583	595	-12
	Kolkata	620	625	-5
	Delhi	670	Closed	-
	Nagpur	631	635	-4
	Rajkot	605	610	-5
	Kota	635	640	-5
	Hyderabad	646	646	Unch
	Akola	670	677	-7
	Amrawati	671	676	-5
	Bundi	635	Closed	-
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	500	507	-7
	Kandla (RBD Palm oil)	520	525	-5
	Kandla RBD Pamolein	545	550	-5
	Kakinada (Crude Palm Oil)	500	505	-5
	Kakinada RBD Pamolein	540	550	-10

	Haldia Pamolein	550	555	-5
	Chennai RBD Pamolein	545	555	-10
	KPT (krishna patnam) Pamolein	535	545	-10
	Mumbai RBD Pamolein	552	555	-3
	Delhi	610	Closed	-
	Rajkot	536	545	-9
	Hyderabad	551	565	-14
	Mangalore RBD Pamolein	545	555	-10
	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)	703	708	-5
	Latur (Expeller Oil)	725	Closed	-
	Chellakere (Expeller Oil)	665	665	Unch
	Erode (Expeller Oil)	715	Closed	-
Groundnut Oil	Rajkot	1350	1400	-50
	Chennai	1120	1120	Unch
	Delhi	1200	Closed	-
	Hyderabad *	1120	1130	-10
	Mumbai	1390	1400	-10
	Gondal	1350	1375	-25
	Jamnagar	1350	1400	-50
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	829	835	-6
	Jaipur (Kacchi Ghani Oil)	888	895	-7
	Kota (Expeller Oil)	770	775	-5
	Kota (Kacchi Ghani Oil)	890	895	-5
	Neewai (Expeller Oil)	825	Closed	-
	Neewai (Kacchi Ghani Oil)	873	Closed	-
	Bharatpur (Kacchi Ghani Oil)	900	920	-20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	845	840	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	895	890	5
	Mumbai (Expeller Oil)	870	870	Unch
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	860	Closed	-
	Hapur (Expeller Oil)	1020	1020	Unch
	Hapur (Kacchi Ghani Oil)	1100	1100	Unch
	Agra (Kacchi Ghani Oil)	905	925	-20
Refined Cottonseed Oil	Rajkot	705	700	5
	Hyderabad	650	650	Unch
	Mumbai	705	705	Unch
	New Delhi	655	Closed	-
Coconut Oil	Kangayan (Crude)	730	730	Unch
	Cochin	790	790	Unch
	Trissur	730	730	Unch
Sesame Oil	New Delhi	750	Closed	-
	Mumbai	740	740	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	460	Closed	-
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	610	Closed	-
	CNF India	620	643	-23
Indonesia CPO USD/MT	FOB	Unq	Closed	-
	CNF India	625	643	-18
RBD Palm oil (Malaysia Origin USD/MT)	FOB	603	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	598	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1333	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	550	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	858	858	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	680	680	Unch
Argentina FOB (\$/MT)		7-Jul-16	6-Jul-16	Change
Crude Soybean Oil Ship		667	676	-9
Refined Soy Oil (Bulk) Ship		690	699	-9
Sunflower Oil Ship		790	795	-5
Cottonseed Oil Ship		647	656	-9
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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