

Domestic Fundamentals:

- Steady to weak sentiments featured in the various edible oils due to bearish global and domestic factors.
- 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
		9-Jul-16	8-Jul-16	
Refined Soybean Oil	Indore	625	630	-5
	Indore (Soy Solvent Crude)	590	595	-5
	Mumbai	620	625	-5
	Mumbai (Soy Degum)	575	577	-2
	Kandla/Mundra	605	615	-10
	Kandla/Mundra (Soy Degum)	578	583	-5
	Kolkata	612	620	-8
	Delhi	670	670	Unch
	Nagpur	631	631	Unch
	Rajkot	605	605	Unch
	Kota	635	635	Unch
	Hyderabad	646	646	Unch
	Akola	670	670	Unch
	Amrawati	671	671	Unch
	Bundi	631	635	-4
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	495	500	-5
	Kandla (RBD Palm oil)	515	520	-5
	Kandla RBD Pamolein	535	545	-10
	Kakinada (Crude Palm Oil)	500	500	Unch
	Kakinada RBD Pamolein	530	540	-10

	Haldia Pamolein	540	550	-10
	Chennai RBD Pamolein	535	545	-10
	KPT (krishna patnam) Pamolein	525	535	-10
	Mumbai RBD Pamolein	532	552	-20
	Delhi	610	610	Unch
	Rajkot	540	536	4
	Hyderabad	556	551	5
	Mangalore RBD Pamolein	535	545	-10
	PFAD (Kandla)	410	420	-10
	Refined Palm Stearin (Kandla)	440	455	-15
Refined Sunflower Oil	Chennai	695	695	Unch
	Mumbai	740	750	-10
	Mumbai(Expeller Oil)	650	655	-5
	Kandla (Ref.)	740	750	-10
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	703	Unch
	Latur (Expeller Oil)	735	725	10
	Chellakere (Expeller Oil)	660	665	-5
	Erode (Expeller Oil)	715	715	Unch
Groundnut Oil	Rajkot	1350	1350	Unch
	Chennai	1120	1120	Unch
	Delhi	1200	1200	Unch
	Hyderabad *	1140	1120	20
	Mumbai	1390	1390	Unch
	Gondal	1350	1350	Unch
	Jamnagar	1350	1350	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	830	829	1
	Jaipur (Kacchi Ghani Oil)	896	888	8
	Kota (Expeller Oil)	775	770	5
	Kota (Kacchi Ghani Oil)	825	890	-65
	Neewai (Expeller Oil)	830	825	5
	Neewai (Kacchi Ghani Oil)	876	873	3
	Bharatpur (Kacchi Ghani Oil)	920	900	20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	830	845	-15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	880	895	-15
	Mumbai (Expeller Oil)	860	870	-10
	Kolkata(Expeller Oil)	970	970	Unch

	New Delhi (Expeller Oil)	860	860	Unch
	Hapur (Expeller Oil)	Closed	1020	-
	Hapur (Kacchi Ghani Oil)	Closed	1100	-
	Agra (Kacchi Ghani Oil)	925	905	20
Refined Cottonseed Oil	Rajkot	705	705	Unch
	Hyderabad	650	650	Unch
	Mumbai	695	705	-10
	New Delhi	655	655	Unch
Coconut Oil	Kangayan (Crude)	745	730	15
	Cochin	780	790	-10
	Trissur	740	730	10
Sesame Oil	New Delhi	750	750	Unch
	Mumbai	740	740	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	460	460	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	610	610	Unch
	CNF India	620	620	Unch
Indonesia CPO USD/MT	FOB	Unq	Unq	-
	CNF India	625	625	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	603	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	598	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1333	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	550	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	1295	-
Ukraine Origin CSFO USD/MT Kandla	CIF	858	858	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	680	-
Argentina FOB (\$/MT)		8-Jul-16	7-Jul-16	Change
Crude Soybean Oil Ship		Unq	667	-
Refined Soy Oil (Bulk) Ship		Unq	690	-
Sunflower Oil Ship		Unq	790	-
Cottonseed Oil Ship		Unq	647	-
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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