

Domestic Fundamentals:

- Mostly weak featured in edible oils at various market centers on Tuesday.
- Malaysia's June palm oil end stocks rose 7.7 percent, more than estimated to as reported by MPOB due to lower exports which fell by 11 percent and rise in production which rose by 12.3 percent. This is the first rise in stocks of palm oil in 7 months. Exports improved in the month of July on buying at lower quotes. However, demand from India and China is weak indicating weak demand. Ringgit appreciation has also affected palm oil prices adversely. Fall in soy oil will affect palm oil prices adversely.
China's commodity turmoil, global selloff in commodities and Britain exit from EU are additional bearish factors. 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 today. Prices of soy oil are in range.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's June palm oil end stocks rose by 7.66 percent to 17.76 lakh tons compared to 16.50 lakh tons in May. Production rose by 12.31 percent to 15.33 lakh tons compared to 13.65 lakh tons in May. Exports fell by 11.71 percent to 11.32 lakh ton compared to 12.82 lakh tons in May. Imports fell by 1.9 percent to 0.196 lakh tons compared to 0.20 lakh tons in May.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July 1-10 palm oil exports rose by 8.8 percent to 394,215 tons compares to 362,486 tons in the corresponding period last month. Top buyers were European Union at 113,943 tons (64,020 tons), China at 53,750 tons (33,225 tons), India at 39,800 tons (40,570 tons), Pakistan at 20,000 tons (50,000 tons) and United States at 1,800 tons (2,000 tons). Values in brackets are figures of corresponding period last month.
- The newly planted US soybean is blooming at 40% which is up from 33% during the corresponding period last year and also up from 5 year average of 31%. About 7% soybean is setting pod which is up from 5 year average of 5%. Also about 71% of the newly planted US soybean crop is under good to excellent conditions which is up from 62% during the same period last year, reported in the US crop progress report dated 10 July 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	-4.35	625.00	625.40	621.50	621.60
Aug-16	-5.90	632.50	632.50	626.60	627.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	7,460	-3370	16150	-5950
Aug-16	57,440	23970	111970	-60

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	8.40	2.50
July-16		5.90
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-16	-6.30	491.50	492.40	484.80	486.90
Aug-16	-10.00	486.40	486.50	475.50	477.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	2371	1275	4738	380
Aug-16	1527	1055	2832	257

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	18.1	27.9
July-16		-9.8
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	-0.14	30.33	30.5	30.05	30.19
15-Sep	-0.13	30.5	30.62	30.2	30.31
15-Oct	-0.13	30.55	30.66	30.3	30.42
15-Dec	-0.11	30.84	30.95	30.51	30.64
15-Jan	-0.10	30.95	31.1	30.73	30.85

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	-57	2282	2288	2216	2217
15-Sep	-54	2237	2250	2186	2188
15-Oct	-48	2223	2232	2172	2174
15-Nov	-47	2220	2228	2171	2172

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/07/2016	6.685	13126	3.99	14.72	67.13	3.30	96.36	45.98

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Jul-16	11-Jul-16	
Refined Soybean Oil	Indore	630	630	Unch
	Indore (Soy Solvent Crude)	598	595	3
	Mumbai	630	630	Unch
	Mumbai (Soy Degum)	580	580	Unch
	Kandla/Mundra	611	615	-4
	Kandla/Mundra (Soy Degum)	582	582	Unch
	Kolkata	615	615	Unch
	Delhi	655	655	Unch
	Nagpur	626	631	-5
	Rajkot	605	610	-5
	Kota	630	640	-10
	Hyderabad	637	637	Unch
	Akola	666	670	-4
	Amrawati	665	671	-6
	Bundi	633	636	-3
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	505	505	Unch
	Kandla (RBD Palm oil)	521	525	-4
	Kandla RBD Pamolein	540	545	-5
	Kakinada (Crude Palm Oil)	485	495	-10
	Kakinada RBD Pamolein	535	535	Unch

	Haldia Pamolein	540	540	Unch
	Chennai RBD Pamolein	540	540	Unch
	KPT (krishna patnam) Pamolein	530	530	Unch
	Mumbai RBD Pamolein	540	542	-2
	Delhi	585	585	Unch
	Rajkot	530	535	-5
	Hyderabad	546	551	-5
	Mangalore RBD Pamolein	540	540	Unch
	PFAD (Kandla)	415	415	Unch
	Refined Palm Stearin (Kandla)	450	450	Unch
Refined Sunflower Oil	Chennai	690	690	Unch
	Mumbai	750	750	Unch
	Mumbai(Expeller Oil)	655	655	Unch
	Kandla	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	708	-5
	Latur (Expeller Oil)	735	735	Unch
	Chellakere (Expeller Oil)	660	660	Unch
	Erode (Expeller Oil)	710	715	-5
Groundnut Oil	Rajkot	1375	1350	25
	Chennai	1100	1120	-20
	Delhi	1220	1220	Unch
	Hyderabad *	1120	1120	Unch
	Mumbai	1370	1380	-10
	Gondal	1350	1350	Unch
	Jamnagar	1325	1350	-25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	844	833	11
	Jaipur (Kacchi Ghani Oil)	909	898	11
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	890	830	60
	Neewai (Expeller Oil)	840	835	5
	Neewai (Kacchi Ghani Oil)	888	880	8
	Bharatpur (Kacchi Ghani Oil)	930	920	10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	850	835	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	890	885	5
	Mumbai (Expeller Oil)	880	870	10
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	865	865	Unch
	Hapur (Expeller Oil)	980	980	Unch
	Hapur (Kacchi Ghani Oil)	1100	1100	Unch
	Agra (Kacchi Ghani Oil)	935	925	10
Refined Cottonseed Oil	Rajkot	710	710	Unch
	Hyderabad	655	655	Unch
	Mumbai	708	708	Unch
	New Delhi	685	685	Unch
Coconut Oil	Kangayan (Crude)	740	740	Unch
	Cochin	780	780	Unch
	Trissur	760	755	5
Sesame Oil	New Delhi	760	760	Unch
	Mumbai	740	740	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	470	470	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	610	615	-5
	CNF India	628	623	5
Indonesia CPO USD/MT	FOB	593	605	-12
	CNF India	631	628	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	605	605	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	598	600	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1330	1335	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	548	550	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	845	845	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	679	683	-4
Argentina FOB (\$/MT)		11-Jul-16	9-Jul-16	Change
Crude Soybean Oil Ship		677	Unq	-
Refined Soy Oil (Bulk) Ship		701	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		657	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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