

Domestic Fundamentals:

- Mostly weak sentiment featured in edible oils at various market centers on Thursday.
- India's imports of edible oil showed robust jump in the month of June after weak exports in May. Imports rose by 14 percent in June after falling 25 percent in May. In the oil year 2015-16 imports are up 10 percent compared to corresponding period in oil year 2014-15. RBD palmolein imports have doubled in 2015-16 compared to corresponding period due to distorted duty structure by Malaysia/Indonesia. RBD palmolein is available at below the cost of raw material (CPO). CPO imports have collapsed and palm oil industry is struggling from overcapacity. Industry bodies have asked government to increase the duty differential in imports of crude edible oils and refined edible oils to 15 percent from present 7.5 percent. Soy oil imports have also surged in the current oil year due to shift in demand pattern of Indian consumers towards soft oils and low premium of soy oil over palm oil.
- Malaysia's June palm oil end stocks rose as reported by MPOB due to lower exports and rise in production. 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.
China's commodity turmoil, global selloff in commodities and Britain exit from EU are additional bearish factors. Sentiment is bearish at the moment and demand will only increase when prices correct significantly.
Prices of palm oil are in range.
- USDA reported lower ending stocks of soy oil in US in 2016/17 on lower opening stocks and higher biodiesel use offsetting gains in soy oil production. Soybean stocks for US were increased on higher production due to increased planted area partially offset by higher crush and higher exports. Estimate of edible oils for India was left unchanged. 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.
Fall in crude oil prices and strength in dollar will underpin prices in near term.
Prices of soy oil are in range.
- According to Solvent Extractors Association (SEA), India's June edible oil imports rose 14.3 percent y-o-y to 11.59 lakh tons from 10.13 lakh tons in June 2015. Palm oil imports fell 17.3 percent y-o-y to 6.07 lakh tons y-o-y from 7.34 lakh tons in June 2015. CPO Imports fell by 27.3 percent y-o-y to 4.16 lakh tons from 5.71 lakh tons in June 2015. RBD palmolein imports rose by 28.4 percent y-o-y to 1.9 lakh tons from 1.48 lakh tons in June 2015. Soy oil imports rose 150 percent y-o-y to 3.86 lakh tons from 1.54 lakh tons in June 2015. Sunflower oil imports rose by 40 percent y-o-y to 1.47 lakh tons from 1.05 lakh ton in June 2015. Rapeseed (Canola) oil imports fell by 10 percent y-o-y to 0.18 lakh tons from 0.20 lakh tons in June 2015.

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	2.75	633.10	638.65	631.10	636.80
Aug-16	3.45	633.80	642.10	633.30	640.55

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	56,880	-910	109380	1350
Aug-16	21,620	3970	108330	-4060

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-11.80	-15.55
July-16		3.75
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-16	3.60	492.50	498.80	490.60	496.70
Aug-16	4.00	481.40	487.70	481.00	486.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	1554	262	4202	-337
Aug-16	2431	638	3768	882

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	6.3	17
July-16		-10.7
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-Aug	0.44	30.68	31.3	30.57	31.17
15-Sep	0.45	30.87	31.42	30.71	31.31
15-Oct	0.46	30.94	31.54	30.94	31.43
15-Dec	0.45	31.23	31.81	31.08	31.69
15-Jan	0.46	31.36	32	31.34	31.9

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	25	2239	2293	2219	2274
15-Sep	27	2210	2272	2192	2249
15-Oct	27	2200	2256	2180	2235
15-Nov	26	2200	2253	2178	2233

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
14/07/2016	6.69	13065	3.93	14.57	67.05	3.26	96.41	46.22

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		14-Jul-16	13-Jul-16	
Refined Soybean Oil	Indore	625	630	-5
	Indore (Soy Solvent Crude)	595	600	-5
	Mumbai	625	625	Unch
	Mumbai (Soy Degum)	580	580	Unch
	Kandla/Mundra	608	615	-7
	Kandla/Mundra (Soy Degum)	580	582	-2
	Kolkata	610	612	-2
	Delhi	655	655	Unch
	Nagpur	626	626	Unch
	Rajkot	605	605	Unch
	Kota	640	630	10
	Hyderabad	637	637	Unch
	Akola	666	666	Unch
	Amrawati	665	665	Unch
	Bundi	635	637	-2
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	503	503	Unch
	Kandla (RBD Palm oil)	515	522	-7
	Kandla RBD Pamolein	535	535	Unch
	Kakinada (Crude Palm Oil)	485	485	Unch
	Kakinada RBD Pamolein	530	532	-2



	Haldia Pamolein	535	535	Unch
	Chennai RBD Pamolein	535	540	-5
	KPT (krishna patnam) Pamolein	525	525	Unch
	Mumbai RBD Pamolein	538	540	-2
	Delhi	625	625	Unch
	Rajkot	530	530	Unch
	Hyderabad	546	546	Unch
	Mangalore RBD Pamolein	535	540	-5
	PFAD (Kandla)	415	415	Unch
	Refined Palm Stearin (Kandla)	440	445	-5
Refined Sunflower Oil	Chennai	690	690	Unch
	Mumbai	750	750	Unch
	Mumbai(Expeller Oil)	650	650	Unch
	Kandla	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	703	Unch
	Latur (Expeller Oil)	735	735	Unch
	Chellakere (Expeller Oil)	660	660	Unch
	Erode (Expeller Oil)	710	710	Unch
Groundnut Oil	Rajkot	1350	1375	-25
	Chennai	1100	1100	Unch
	Delhi	1220	1220	Unch
	Hyderabad *	1120	1120	Unch
	Mumbai	1360	1370	-10
	Gondal	1350	1350	Unch
	Jamnagar	1325	1325	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	NA	NA	-
	Jaipur (Kacchi Ghani Oil)	928	918	10
	Kota (Expeller Oil)	790	780	10
	Kota (Kacchi Ghani Oil)	920	910	10
	Neewai (Expeller Oil)	855	845	10
	Neewai (Kacchi Ghani Oil)	905	895	10
	Bharatpur (Kacchi Ghani Oil)	960	930	30
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	850	850	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	900	890	10
	Mumbai (Expeller Oil)	880	880	Unch
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	870	870	Unch
	Hapur (Expeller Oil)	980	980	Unch
	Hapur (Kacchi Ghani Oil)	1100	1100	Unch
	Agra (Kacchi Ghani Oil)	965	935	30
Refined Cottonseed Oil	Rajkot	710	710	Unch
	Hyderabad	655	655	Unch
	Mumbai	708	708	Unch
	New Delhi	695	695	Unch
Coconut Oil	Kangayan (Crude)	740	740	Unch
	Cochin	780	780	Unch
	Trissur	760	760	Unch
Sesame Oil	New Delhi	760	760	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	613	615	-2
	CNF India	625	630	-5
Indonesia CPO USD/MT	FOB	593	598	-5
	CNF India	630	635	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	605	608	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	593	598	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1350	1330	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	545	545	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	845	848	-3
Rapeseed Oil Rotterdam Euro/MT	FOB	690	685	5
Argentina FOB (\$/MT)		13-Jul-16	12-Jul-16	Change
Crude Soybean Oil Ship		Unq	689	-
Refined Soy Oil (Bulk) Ship		Unq	713	-
Sunflower Oil Ship		Unq	780	-
Cottonseed Oil Ship		Unq	669	-
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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