

Domestic Fundamentals:

- Firm sentiment featured in edible oils at various market centers on Friday.
- India's imports of edible oil showed robust jump in the month of June after weak imports 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 exports are weak in the month of July with marginal rise of 2.8 percent by mid of the month. Demand from India and China is still weak. However, with prices retracing around RM 2,200 levels on BMD, fresh buying can be seen from both countries as current prices offer good bargain. Prices will be under pressure on expectation of higher production of palm oil in July as weather is conducive for higher yields and seasonal uptrend of production. Malaysia reduced August palm oil export duty to 5 percent due to fall in prices of palm oil in last one month. Ringgit appreciation will affect palm oil prices adversely. 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 cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July 1-15 palm oil exports rose 2.8 percent to 570,631 tons compared to 555,116 tons in corresponding period last month. Top buyers were European Union at 153,443 tons (86,220 tons), China at 88,356 tons (74,675 tons), India at 71,800 tons (55,070 tons), Pakistan at 20,000 tons (50,000 tons) and United States at 16,300 tons (2,000 tons). Values in brackets are figures of last month.
- According to Malaysia Palm Oil Board (MPOB), Malaysia lowered August crude palm oil export duty to 5 percent from 6 percent in July. Tax is calculated at reference prices of 2,522.36 ringgit (\$639.38) per ton starting at 4.5 percent to a maximum of 8.5 percent above price of 2,250 ringgit.

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	-5.05	635.10	639.50	630.80	631.30
Aug-16	-5.55	636.60	642.25	633.50	634.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	56,220	-660	108260	-1120
Aug-16	14,720	-6900	109820	1490

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-3.30	-6.00
July-16		2.70
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-16	2.80	497.90	504.70	496.10	500.10
Aug-16	1.80	485.90	493.30	483.70	487.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	1666	112	4152	-50
Aug-16	2558	127	4210	442

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	4.9	17.6
July-16		-12.7
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	-0.12	30.67	30.91	30.54	30.55
15-Sep	-0.14	30.8	31.04	30.66	30.66
15-Oct	-0.07	30.98	31.16	30.84	30.85
15-Dec	-0.15	31.21	31.42	31.04	31.04
15-Jan	-0.16	31.45	31.62	31.24	31.24

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	26	2249	2320	2249	2300
15-Sep	30	2226	2299	2224	2278
15-Oct	29	2217	2280	2212	2261
15-Nov	28	2212	2276	2212	2258

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
15/07/2016	6.68	13090	3.95	14.72	67.06	3.25	96	45.54

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		15-Jul-16	14-Jul-16	
Refined Soybean Oil	Indore	628	625	3
	Indore (Soy Solvent Crude)	598	595	3
	Mumbai	625	625	Unch
	Mumbai (Soy Degum)	580	580	Unch
	Kandla/Mundra	608	608	Unch
	Kandla/Mundra (Soy Degum)	580	580	Unch
	Kolkata	610	610	Unch
	Delhi	666	655	11
	Nagpur	626	626	Unch
	Rajkot	608	605	3
	Kota	640	640	Unch
	Hyderabad	637	637	Unch
	Akola	666	666	Unch
	Amrawati	665	665	Unch
	Bundi	635	635	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	505	503	2
	Kandla (RBD Palm oil)	520	515	5
	Kandla RBD Pamolein	535	535	Unch
	Kakinada (Crude Palm Oil)	490	485	5
	Kakinada RBD Pamolein	530	530	Unch



	Haldia Pamolein	535	535	Unch
	Chennai RBD Pamolein	535	535	Unch
	KPT (krishna patnam) Pamolein	525	525	Unch
	Mumbai RBD Pamolein	540	538	2
	Delhi	620	625	-5
	Rajkot	535	530	5
	Hyderabad	561	546	15
	Mangalore RBD Pamolein	535	535	Unch
	PFAD (Kandla)	415	415	Unch
	Refined Palm Stearin (Kandla)	440	440	Unch
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	1350	Unch
	Chennai	1100	1100	Unch
	Delhi	1200	1220	-20
	Hyderabad *	1120	1120	Unch
	Mumbai	1360	1360	Unch
	Gondal	1375	1350	25
	Jamnagar	1350	1325	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	NA	NA	-
	Jaipur (Kacchi Ghani Oil)	938	928	10
	Kota (Expeller Oil)	800	790	10
	Kota (Kacchi Ghani Oil)	925	920	5
	Neewai (Expeller Oil)	Closed	855	-
	Neewai (Kacchi Ghani Oil)	Closed	905	-
	Bharatpur (Kacchi Ghani Oil)	980	960	20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	855	850	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	905	900	5
	Mumbai (Expeller Oil)	880	880	Unch
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	885	870	15
	Hapur (Expeller Oil)	980	980	Unch
	Hapur (Kacchi Ghani Oil)	1100	1100	Unch
	Agra (Kacchi Ghani Oil)	985	965	20
Refined Cottonseed Oil	Rajkot	710	710	Unch
	Hyderabad	660	655	5
	Mumbai	708	708	Unch
	New Delhi	705	695	10
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	618	613	5
	CNF India	630	625	5
Indonesia CPO USD/MT	FOB	620	593	27
	CNF India	635	630	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	610	605	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	603	593	10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1370	1350	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	550	545	5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	850	845	5
Rapeseed Oil Rotterdam Euro/MT	FOB	688	690	-2
Argentina FOB (\$/MT)		14-Jul-16	13-Jul-16	Change
Crude Soybean Oil Ship		Unq	Unq	-
Refined Soy Oil (Bulk) Ship		Unq	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	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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