

**Domestic Fundamentals:**

- Mostly firm sentiment featured in edible oils at various market centers on Saturday.
- 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
		16-Jul-16	15-Jul-16	
Refined Soybean Oil	Indore	628	628	Unch
	Indore (Soy Solvent Crude)	598	598	Unch
	Mumbai	625	625	Unch
	Mumbai (Soy Degum)	580	580	Unch
	Kandla/Mundra	610	608	2
	Kandla/Mundra (Soy Degum)	575	580	-5
	Kolkata	610	610	Unch
	Delhi	666	666	Unch
	Nagpur	626	626	Unch
	Rajkot	608	608	Unch
	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)	512	505	7
	Kandla (RBD Palm oil)	530	520	10
	Kandla RBD Pamolein	535	535	Unch
	Kakinada (Crude Palm Oil)	490	490	Unch
	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	540	Unch
	Delhi	620	620	Unch
	Rajkot	537	535	2
	Hyderabad	547	561	-14
	Mangalore RBD Pamolein	535	535	Unch
	PFAD (Kandla)	410	415	-5
	Refined Palm Stearin (Kandla)	450	440	10
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)	708	703	5
	Latur (Expeller Oil)	725	735	-10
	Chellakere (Expeller Oil)	660	660	Unch
	Erode (Expeller Oil)	710	710	Unch
Groundnut Oil	Rajkot	1400	1350	50
	Chennai	1100	1100	Unch
	Delhi	1200	1200	Unch
	Hyderabad *	1100	1120	-20
	Mumbai	1360	1360	Unch
	Gondal	1375	1375	Unch
	Jamnagar	1375	1350	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	855	NA	-
	Jaipur (Kacchi Ghani Oil)	938	938	Unch
	Kota (Expeller Oil)	810	800	10
	Kota (Kacchi Ghani Oil)	940	925	15
	Neewai (Expeller Oil)	Closed	Closed	-
	Neewai (Kacchi Ghani Oil)	Closed	Closed	-
	Bharatpur (Kacchi Ghani Oil)	970	980	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	860	855	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	915	905	10
	Mumbai (Expeller Oil)	880	880	Unch
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	885	885	Unch
	Hapur (Expeller Oil)	Closed	980	-
	Hapur (Kacchi Ghani Oil)	Closed	1100	-
	Agra (Kacchi Ghani Oil)	975	985	-10
Refined Cottonseed Oil	Rajkot	722	710	12
	Hyderabad	660	660	Unch
	Mumbai	708	708	Unch
	New Delhi	705	705	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	615	618	-3
	CNF India	633	630	3
Indonesia CPO USD/MT	FOB	625	620	5
	CNF India	638	635	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	610	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	603	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1370	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	550	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1310	-
Ukraine Origin CSFO USD/MT Kandla	CIF	845	850	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	688	-
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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