

Domestic Fundamentals:

- Mixed sentiment featured in edible oils at various market centers on Tuesday.
- Recovery of prices of palm oil from lows reached in last week indicates that buyers are ready to buy at prices around RM 2200-2300 on BMD, which is good bargain compared to prices reached around RM 2800 reached in May. Exports are still weak but may improve as the month progresses. India and China is expected to buy more at current prices. However, 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 depreciation will support palm oil prices. Competitive oils will support prices.
Prices of palm oil are in range.
- NOPA reported lower stocks of soy oil in US on lower production of soy oil due to lower crush of soybean will support prices in near term. However, stocks are still higher by 26 percent in the corresponding period.
Soybean crop condition in US is very good and weather is good for pod filling. Moisture levels are adequate for higher yields. If conditions continue to remain conducive then US is headed for record soybean crop.
Rains in Midwest in the weekend relieved pressure of dry weather in July. However, higher temperatures are expected in July.
Fall in crude oil prices and strength in dollar will underpin prices in near term.
Prices of soy oil are in range.
- The newly planted US soybean is blooming at 59% which is up from 51% during the corresponding period last year and also up from 5 year average of 49%. About 18% soybean is setting pod which is up from 5 year average of 13%. 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 17 July 2016.
- According to National Oilseed Processors Association (NOPA), U.S. June soybean crush fell to 145.050 million bushels from 152.82 million bushels in May, down by 5 percent m-o-m. Crush of soybean in June 2015 was 142.473 million bushels. Production of soy oil in U.S. in June fell to 1.692 billion lbs from 1.786 billion lbs, down by 5.3 percent m-o-m. Production in June 2015 was 1.614 billion lbs. Soy oil stocks in U.S. at the end of June fell to 1.985 billion lbs compared to 1.993 billion lbs in May 2016. Stocks of soy oil in June were higher by 26 percent compared to June 2015, which was reported at 1.574 billion lbs. Yield fell to 11.66 lbs/bushel in June from 11.73 lbs/bushel in May. Yield in June 2015 was reported at 11.33 lbs/bushel.

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	1.80	633.60	637.00	633.00	637.00
Aug-16	0.60	638.30	639.40	635.50	638.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	32,850	4510	107070	-2530
Aug-16	6,980	1820	109120	-660

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	-7.00	-8.90
July-16		1.90
Aug-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-16	2.70	508.20	513.00	507.80	512.50
Aug-16	3.30	493.40	500.10	493.30	499.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-16	794	-627	3485	-259
Aug-16	1641	-186	5459	652

Vol-OI are taken at 5:05 PM

Spread	July-16	Aug-16
Basis	4.5	17.9
July-16		-13.4
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	-0.17	30.95	31	30.6	30.77
15-Sep	-0.17	31.08	31.11	30.72	30.89
15-Oct	-0.11	31.2	31.21	30.87	31.07
15-Dec	-0.18	31.53	31.54	31.13	31.29
15-Jan	-0.19	31.61	31.63	31.47	31.48

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	25	2296	2329	2274	2324
15-Sep	28	2280	2308	2256	2303
15-Oct	23	2275	2300	2252	2296
15-Nov	18	2282	2306	2263	2301

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
19/07/2016	6.697	13079	4.01	15.14	67.10	3.25	96.81	45.95

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-Jul-16	18-Jul-16	
Refined Soybean Oil	Indore	630	628	2
	Indore (Soy Solvent Crude)	600	600	Unch
	Mumbai	630	625	5
	Mumbai (Soy Degum)	585	580	5
	Kandla/Mundra	610	610	Unch
	Kandla/Mundra (Soy Degum)	588	582	6
	Kolkata	615	610	5
	Delhi	666	666	Unch
	Nagpur	624	626	-2
	Rajkot	605	610	-5
	Kota	640	640	Unch
	Hyderabad	641	641	Unch
	Akola	663	666	-3
	Amrawati	663	665	-2
	Bundi	635	635	Unch
	Jalna	674	677	-3
	Alwar	NA	NA	-
Solapur	673	675	-2	
Dhule	672	675	-3	
Palm Oil	Kandla (Crude Palm Oil)	517	515	2
	Kandla (RBD Palm oil)	535	525	10
	Kandla RBD Pamolein	540	535	5
	Kakinada (Crude Palm Oil)	485	485	Unch
	Kakinada RBD Pamolein	535	530	5

	Haldia Pamolein	540	535	5
	Chennai RBD Pamolein	540	535	5
	KPT (krishna patnam) Pamolein	530	525	5
	Mumbai RBD Pamolein	545	540	5
	Delhi	610	610	Unch
	Rajkot	540	542	-2
	Hyderabad	556	556	Unch
	Mangalore RBD Pamolein	540	535	5
	PFAD (Kandla)	420	410	10
	Refined Palm Stearin (Kandla)	455	450	5
Refined Sunflower Oil	Chennai	690	690	Unch
	Mumbai	740	750	-10
	Mumbai(Expeller Oil)	655	650	5
	Kandla	750	740	10
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	703	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	660	660	Unch
	Erode (Expeller Oil)	710	710	Unch
Groundnut Oil	Rajkot	1400	1400	Unch
	Chennai	1100	1100	Unch
	Delhi	1200	1200	Unch
	Hyderabad *	1120	1100	20
	Mumbai	1380	1370	10
	Gondal	1375	1375	Unch
	Jamnagar	1400	1400	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	865	855	10
	Jaipur (Kacchi Ghani Oil)	944	946	-2
	Kota (Expeller Oil)	820	820	Unch
	Kota (Kacchi Ghani Oil)	945	940	5
	Neewai (Expeller Oil)	Closed	Closed	-
	Neewai (Kacchi Ghani Oil)	Closed	Closed	-
	Bharatpur (Kacchi Ghani Oil)	960	980	-20
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	888	860	28
	Sri-Ganga Nagar (Kacchi Ghani Oil)	892	915	-23
	Mumbai (Expeller Oil)	880	880	Unch
	Kolkata(Expeller Oil)	970	970	Unch

	New Delhi (Expeller Oil)	900	895	5
	Hapur (Expeller Oil)	980	980	Unch
	Hapur (Kacchi Ghani Oil)	1120	1120	Unch
	Agra (Kacchi Ghani Oil)	965	985	-20
Refined Cottonseed Oil				
	Rajkot	730	732	-2
	Hyderabad	665	665	Unch
	Mumbai	725	720	5
	New Delhi	715	715	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	643	645	-2
Indonesia CPO USD/MT				
	FOB	608	613	-5
	CNF India	645	648	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	608	608	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	603	605	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1350	1350	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	550	553	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1320	-
Ukraine Origin CSFO USD/MT Kandla	CIF	850	845	5
Rapeseed Oil Rotterdam Euro/MT	FOB	693	690	3
Argentina FOB (\$/MT)				
		18-Jul-16	16-Jul-16	Change
Crude Soybean Oil Ship		695	Unq	-
Refined Soy Oil (Bulk) Ship		719	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		675	Unq	-
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
<i>* indicates including VAT</i>				

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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