

**Domestic Fundamentals:**

- Firm sentiment featured in various edible oils at various centers on Friday.
- CNF CPO at Indian port is quoted at \$685 per ton for August delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$687.5 per ton for August delivery. High sea duty paid CPO Kandla is quoted at Rs 542 per 10 Kg and September delivery is quoted at Rs 530 per 10 Kg. CDSO CIF at Indian port is offered at \$772 per ton for August delivery. Canola CIF is quoted at USD 765 per ton for August delivery.
- Appreciation of Chinese Yuan and higher buying from China and support from Dalian RBD palmolein and soy oil along with firm CBOT has supported palm oil in near term.  
Malaysia's palm oil exports in July mainly due to pickup of demand from China and India. China is aggressively buying palm and soy which will support markets in near term.  
Production of palm is expected to rise on seasonal uptrend of production and favorable weather in the subcontinent. Stocks are expected to rise at lower rate in July on higher exports. Depreciation of Ringgit is expected to support prices in near term. Competitive oils prices will support prices. Prices of palm oil are in range.
- Soy oil is expected to rise on spreading with soy meal. Weak in prices of soybean will increase demand from China especially from US which will support soybean complex prices. China is taking advantage after fall in prices of soybean. Tightness in soy oil markets in US due to lower production of soy oil in Argentina will support prices.  
Soybean crop is in very good condition in US as reported by USDA in its weekly crop review. Weather has been forecasted to be conducive for soybean crop especially in Midwest. With USDA estimate in area and yield estimate US is headed for record soybean crop in history. USDA will increase its estimate of soybean crop in its August report. USDA 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. Fall in stocks will support soy oil prices in near term. Prices of soy oil are in range.
- US processors have crushed 4.624 million tons of soybean during June, down from 4.826 million tons during the month of May, said USDA. Crush in June 2015 was 4.549 million tons. Market was expecting the June soybean crush at 4.626 million tons. Soy meal inventories are at the end of the month June stood at 281,038 tons down from 343,411 tons in May, while crude soy oil inventories stood at 2.049 billion pounds at May end compared to 2.063 billion pounds at April end. Refined soy oil stocks are 381.4 million pounds at ten end of June compared to 402.9 million pounds at the end of May.
- The US soybean crop is blooming at 85% which is up from 78% during the corresponding period last year and also up from 5 year average of 79%. About 54% soybean is setting pod which is up from 48% during the corresponding period last year and also up from 5 year average of 44%. Also about 72% of the newly planted US soybean crop is under good to excellent conditions which is up from 63% during the same period last year, reported in the US crop progress report dated 31 July 2016.

**Outlook:** Edible oil basket is expected to feature firm soy, palm and rapeseed oil in the spot market, in near-term.

**NCDEX Soy Refined Oil:**

| Contract | +/-   | Open   | High   | Low    | Close  |
|----------|-------|--------|--------|--------|--------|
| Aug-16   | -3.00 | 636.00 | 636.40 | 633.10 | 633.15 |
| Sep-16   | -4.30 | 640.00 | 640.30 | 636.10 | 636.10 |

Prices are taken at 5:05 PM

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| Aug-16   | 11,820 | -6120  | 33330 | -4300  |
| Sep-16   | 25,680 | -15550 | 80880 | -2340  |

Vol-OI are taken at 5:05 PM

| Spread | Aug-16 | Sep-16 |
|--------|--------|--------|
| Basis  | 6.85   | 3.90   |
| Aug-16 |        | 2.95   |
| Sep-16 |        |        |

**MCX CPO:**

| Contract | +/-   | Open   | High   | Low    | Close  |
|----------|-------|--------|--------|--------|--------|
| Aug-16   | -2.70 | 528.10 | 528.10 | 524.50 | 525.10 |
| Sep-16   | -5.40 | 517.10 | 517.10 | 510.50 | 511.10 |

Prices are taken at 5:05 PM

| Contract | Volume | Change | OI   | Change |
|----------|--------|--------|------|--------|
| Aug-16   | 1655   | -1340  | 5329 | -191   |
| Sep-16   | 1856   | -690   | 3592 | 399    |

Vol-OI are taken at 5:05 PM

| Spread | Aug-16 | Sep-16 |
|--------|--------|--------|
| Basis  | 16.9   | 30.9   |
| Aug-16 |        | -14    |
| Sep-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   | -0.11 | 30.49 | 30.52 | 30.43 | 30.43 |
| 15-Sep   | -0.16 | 30.74 | 30.74 | 30.4  | 30.48 |
| 15-Oct   | -0.21 | 30.85 | 30.86 | 30.54 | 30.55 |
| 15-Dec   | -0.19 | 31.13 | 31.14 | 30.79 | 30.84 |
| 15-Jan   | -0.18 | 31.24 | 31.25 | 31.02 | 31.07 |

**BMD CPO Futures:**

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low  | Close |
|----------|-----|------|------|------|-------|
| 15-Aug   | -30 | 2452 | 2452 | 2422 | 2430  |
| 15-Sep   | -38 | 2436 | 2436 | 2401 | 2407  |
| 15-Oct   | -36 | 2436 | 2436 | 2389 | 2396  |
| 15-Nov   | -46 | 2417 | 2424 | 2386 | 2391  |

**Forex:**

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|---------------------------|
| 05/08/2016    | 6.64         | 13132             | 4.03              | 14.84          | 66.78        | 3.19           | 95.58        | 41.70                     |

**Edible Oil Prices at Key Market**

| Commodity           | Centre                     | Prices(Per 10 Kg) |          | Change |
|---------------------|----------------------------|-------------------|----------|--------|
|                     |                            | 5-Aug-16          | 4-Aug-16 |        |
| Refined Soybean Oil | Indore                     | 640               | 635      | 5      |
|                     | Indore (Soy Solvent Crude) | 610               | 605      | 5      |
|                     | Mumbai                     | 640               | 640      | Unch   |
|                     | Mumbai (Soy Degum)         | 592               | 592      | Unch   |
|                     | Kandla/Mundra              | 625               | 620      | 5      |
|                     | Kandla/Mundra (Soy Degum)  | 593               | 590      | 3      |
|                     | Kolkata                    | 622               | 622      | Unch   |
|                     | Delhi                      | 665               | 665      | Unch   |
|                     | Nagpur                     | 622               | 622      | Unch   |
|                     | Rajkot                     | 615               | 615      | Unch   |
|                     | Kota                       | 640               | 640      | Unch   |
|                     | Hyderabad                  | 646               | 646      | Unch   |
|                     | Akola                      | 661               | 661      | Unch   |
|                     | Amrawati                   | 661               | 661      | Unch   |
|                     | Bundi                      | 635               | 640      | -5     |
|                     | Jalna                      | 671               | 671      | Unch   |
|                     | Alwar                      | NA                | NA       | -      |
|                     | Solapur                    | 679               | 679      | Unch   |
|                     | Dhule                      | 668               | 668      | Unch   |
| Palm Oil            | Kandla (Crude Palm Oil)    | 542               | 532      | 10     |
|                     | Kandla (RBD Palm oil)      | 555               | 548      | 7      |
|                     | Kandla RBD Pamolein        | 572               | 560      | 12     |
|                     | Kakinada (Crude Palm Oil)  | 505               | 500      | 5      |
|                     | Kakinada RBD Pamolein      | 570               | 560      | 10     |



|                          |                                    |      |      |      |
|--------------------------|------------------------------------|------|------|------|
|                          | Haldia Pamolein                    | 565  | 560  | 5    |
|                          | Chennai RBD Pamolein               | 575  | 568  | 7    |
|                          | KPT (krishna patnam) Pamolein      | 562  | 555  | 7    |
|                          | Mumbai RBD Pamolein                | 575  | 565  | 10   |
|                          | Delhi                              | 610  | 610  | Unch |
|                          | Rajkot                             | 570  | 565  | 5    |
|                          | Hyderabad                          | 580  | 575  | 5    |
|                          | Mangalore RBD Pamolein             | 575  | 568  | 7    |
|                          | PFAD (Kandla)                      | 450  | 440  | 10   |
|                          | Refined Palm Stearin (Kandla)      | 490  | 480  | 10   |
|                          |                                    |      |      |      |
| Refined Sunflower Oil    | Chennai                            | 695  | 695  | Unch |
|                          | Mumbai                             | 735  | 735  | Unch |
|                          | Mumbai(Expeller Oil)               | 655  | 655  | Unch |
|                          | Kandla                             | 750  | 750  | Unch |
|                          | Kandla/Mundra (Crude)              | NA   | NA   | -    |
|                          | Hyderabad (Ref)                    | 713  | 708  | 5    |
|                          | Latur (Expeller Oil)               | 725  | 725  | Unch |
|                          | Chellakere (Expeller Oil)          | 660  | 660  | Unch |
|                          | Erode (Expeller Oil)               | 715  | 715  | Unch |
|                          |                                    |      |      |      |
| Groundnut Oil            | Rajkot                             | 1400 | 1400 | Unch |
|                          | Chennai                            | 1110 | 1110 | Unch |
|                          | Delhi                              | 1200 | 1200 | Unch |
|                          | Hyderabad *                        | 1120 | 1120 | Unch |
|                          | Mumbai                             | 1370 | 1370 | Unch |
|                          | Gondal                             | 1375 | 1375 | Unch |
|                          | Jamnagar                           | 1400 | 1400 | Unch |
|                          |                                    |      |      |      |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil)              | 875  | 870  | 5    |
|                          | Jaipur (Kacchi Ghani Oil)          | 961  | 960  | 1    |
|                          | Kota (Expeller Oil)                | 840  | 840  | Unch |
|                          | Kota (Kacchi Ghani Oil)            | 975  | 970  | 5    |
|                          | Neewai (Expeller Oil)              | 895  | 893  | 2    |
|                          | Neewai (Kacchi Ghani Oil)          | 941  | 938  | 3    |
|                          | Bharatpur (Kacchi Ghani Oil)       | 965  | 960  | 5    |
|                          | Alwar (Expeller Oil)               | NA   | NA   | -    |
|                          | Alwar (Kacchi Ghani Oil)           | NA   | NA   | -    |
|                          | Sri-Ganga Nagar(Exp Oil)           | 905  | 900  | 5    |
|                          | Sri-Ganga Nagar (Kacchi Ghani Oil) | 945  | 940  | 5    |
|                          | Mumbai (Expeller Oil)              | 890  | 880  | 10   |
|                          | Kolkata(Expeller Oil)              | 970  | 970  | Unch |



|   |                          |          |          |        |
|---|--------------------------|----------|----------|--------|
|   | New Delhi (Expeller Oil) | 890      | 900      | -10    |
|   | Hapur (Expeller Oil)     | 950      | 950      | Unch   |
|   | Hapur (Kacchi Ghani Oil) | 1050     | 1050     | Unch   |
|   | Agra (Kacchi Ghani Oil)  | 970      | 965      | 5      |
|   |                          |          |          |        |
| Refined Cottonseed Oil                              | Rajkot                   | 725      | 735      | -10    |
|   | Hyderabad                | 670      | 670      | Unch   |
|   | Mumbai                   | 730      | 720      | 10     |
|   | New Delhi                | 700      | 700      | Unch   |
|   |                          |          |          |        |
| Coconut Oil   | Kangayan (Crude)         | 800      | 810      | -10    |
|   | Cochin                   | 776      | 777      | -1     |
|   | Trissur                  | 840      | 840      | Unch   |
|   |                          |          |          |        |
| Sesame Oil  | New Delhi                | 700      | 700      | Unch   |
|   | Mumbai                   | 730      | 730      | 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                      | 648      | 643      | 5      |
|   | CNF India                | 688      | 683      | 5      |
| Indonesia CPO USD/MT                                | FOB                      | 645      | 633      | 12     |
|   | CNF India                | 685      | 680      | 5      |
| RBD Palm oil (Malaysia Origin USD/MT)               | FOB                      | 650      | 648      | 2      |
| RBD Palm Stearin (Malaysia Origin USD/MT)           | FOB                      | 643      | 630      | 13     |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT)        | FOB                      | 1460     | 1460     | Unch   |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB                      | 573      | 565      | 8      |
| Crude palm Kernel Oil India (USD/MT)                | CNF India                | NA       | 1390     | -      |
| Ukraine Origin CSFO USD/MT Kandla                   | CIF                      | 835      | 835      | Unch   |
| Rapeseed Oil Rotterdam Euro/MT                      | FOB                      | 714      | 708      | 6      |
|   |                          |          |          |        |
| Argentina FOB (\$/MT)                               |                          | 4-Aug-16 | 3-Aug-16 | Change |
| Crude Soybean Oil Ship                              |                          | 713      | 708      | 5      |
| Refined Soy Oil (Bulk) Ship                         |                          | 738      | 733      | 5      |
| Sunflower Oil Ship                                  |                          | Unq      | Unq      | -      |
| Cottonseed Oil Ship                                 |                          | 693      | 688      | 5      |
| Refined Linseed Oil (Bulk) Ship                     |                          | 733      | 728      | 5      |
| * 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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