

Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at various centers on Wednesday.
- India's imports of edible oil fell in July by 24.4 percent on the back of lower palm oil imports. Discriminatory tax policy by Malaysia and Indonesia has led to influx of large amount of RBD palmolein in the country. In July RBD palmolein imports rose 11.9 percent July 2015. In the oil year 2015-16 (Nov 2015-July 2016) RBD palmolein imports surged 80.7 percent compared to corresponding period last oil year, due to which CPO imports plunged. CPO imports were down by 52.6 percent in July compared to a July 2015 and 26.3 percent down in the oil year 2015-16 (Nov-2015-July 2016) compared to corresponding period last oil year. Total palm oil imports are down 9.48 percent in the oil year 2015-16 (Nov-July) due to fall in imports of CPO.
Finished product (RBD palmolein) is available at cost of raw material (CPO) which has led to huge over capacity in the country and refiners are suffering. Industry has demanded government to impose 15 percent duty differential between crude edible oil and refined edible oil from present 7.5 percent. However, with expectation of better oilseed crop in Kharif 2016 imports of edible oil has tanked in recent months. If present trend continue then imports in edible oil year 2015-16 will be around imports of 2014-15. This will be great success for government to control incessant imports of edible oils. Lower palm oil imports have meant higher soft oil imports (mainly soy oil) who share has rise from 33% to 43% from a year ago. However, palm products imports share has fallen from 67% to 57% in the same period.
Higher soy oil imports were higher due to lower premium of soy oil over soy oil. With fall in imports of palm oil soy oil imports surged in oil year 2015-16 (Nov-July) by 70 percent from a year ago. Agriwatch expects imports of soy oil in the oil year 2015-16 at 42 lakh tons. In the coming months many refiners will shift towards soy oil.
- According to Solvent Extractors Association (SEA), India's July edible oil imports fell 24.4 percent y-o-y to 11.18 lakh tons from 14.79 lakh tons in July 2015. Palm oil imports fell 27.87 percent y-o-y to 5.70 lakh tons y-o-y from 7.9 lakh tons in July 2015. CPO Imports fell by 52.61 percent y-o-y to 3.63 lakh tons from 7.66 lakh tons in July 2015. RBD palmolein imports rose by 11.9 percent y-o-y to 2.07 lakh tons from 1.85 lakh tons in July 2015. Soy oil imports were marginally down y-o-y to 3.485 lakh tons from 3.49 lakh tons in July 2015. Sunflower oil imports rose by 9.8 percent y-o-y to 1.34 lakh tons from 1.22 lakh ton in July 2015. Rapeseed (Canola) oil imports rose by 112 percent y-o-y to 0.66 lakh tons from 0.31 lakh tons in July 2015.
- According to Solvent Extractors Association (SEA), India's July edible oil stocks at ports and pipelines was lower by 7.3 m-o-m at 21.50 lakh tons from 23.20 lakh tons in June 2016. Stocks of edible oil at ports were at 770,000 tons (CPO 180,000 tons, RBD Palmolein 115,000 tons, Degummed Soybean Oil 330,000 tons, Crude Sunflower Oil 115,000 tons and 30,000 tons of Rapeseed (Canola) Oil) and about 1,380,000 tons in pipelines. India is presently holding 39 days of edible oil requirement on 1st August, 2016 at 21.5 lakh tons compared to 42 days of requirements last month. India's monthly edible oil requirement is 16.5 lakh tons per month.

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
Sep-16	11.20	659.15	671.60	659.15	668.75
Oct-16	12.35	667.90	679.70	666.65	676.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Sep-16	85,660	27730	67000	2630
Oct-16	38,350	13240	39310	-4800

Vol-OI are taken at 5:05 PM

Spread	Sep-16	Oct-16
Basis	-18.75	-26.40
Sep-16		7.65
Oct-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-16	14.00	563.00	573.70	561.30	571.00
Sep-16	14.70	554.00	566.40	554.00	563.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-16	2145	359	3737	93
Sep-16	3828	1087	3194	-537

Vol-OI are taken at 5:05 PM

Spread	Aug-16	Sep-16
Basis	-1	6.7
Aug-16		-7.7
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-Sep	0.61	33.39	34.16	33.19	33.99
15-Oct	0.62	33.52	34.28	33.36	34.14
15-Dec	0.59	33.83	34.59	33.63	34.41
15-Jan	0.56	34.05	34.78	33.82	34.61
15-May	0.54	34.18	34.88	34.06	34.73

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	147	2765	2953	2765	2888
15-Oct	124	2639	2769	2625	2733
15-Nov	103	2568	2668	2553	2643
15-Dec	86	2540	2617	2520	2599

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/08/2016	6.63	13157	4.015	14.67	66.84	3.20	94.95	46.23

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Aug-16	16-Aug-16	
Refined Soybean Oil	Indore	650	645	5
	Indore (Soy Solvent Crude)	625	610	15
	Mumbai	670	670	Unch
	Mumbai (Soy Degum)	615	615	Unch
	Kandla/Mundra	660	650	10
	Kandla/Mundra (Soy Degum)	610	610	Unch
	Kolkata	655	645	10
	Delhi	690	675	15
	Nagpur	652	632	20
	Rajkot	640	635	5
	Kota	660	650	10
	Hyderabad	694	694	Unch
	Akola	691	671	20
	Amrawati	690	670	20
	Bundi	652	645	7
	Jalna	NA	670	-
	Alwar	NA	NA	-
	Solapur	NA	678	-
	Dhule	NA	660	-
Palm Oil	Kandla (Crude Palm Oil)	570	568	2
	Kandla (RBD Palm oil)	610	600	10
	Kandla RBD Pamolein	625	610	15
	Kakinada (Crude Palm Oil)	560	560	Unch
	Kakinada RBD Pamolein	615	605	10



	Haldia Pamolein	615	605	10
	Chennai RBD Pamolein	630	615	15
	KPT (krishna patnam) Pamolein	610	600	10
	Mumbai RBD Pamolein	635	620	15
	Delhi	645	640	5
	Rajkot	615	615	Unch
	Hyderabad	627	627	Unch
	Mangalore RBD Pamolein	630	615	15
	PFAD (Kandla)	490	490	Unch
	Refined Palm Stearin (Kandla)	510	510	Unch
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	730	730	Unch
	Mumbai(Expeller Oil)	660	660	Unch
	Kandla	750	750	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	717	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	660	660	Unch
	Erode (Expeller Oil)	725	725	Unch
Groundnut Oil	Rajkot	1450	1475	-25
	Chennai	1080	1080	Unch
	Delhi	1220	1220	Unch
	Hyderabad *	1130	1130	Unch
	Mumbai	1440	1430	10
	Gondal	1450	1475	-25
	Jamnagar	1450	1450	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	857	862	-5
	Jaipur (Kacchi Ghani Oil)	949	948	1
	Kota (Expeller Oil)	840	840	Unch
	Kota (Kacchi Ghani Oil)	945	965	-20
	Neewai (Expeller Oil)	885	885	Unch
	Neewai (Kacchi Ghani Oil)	935	935	Unch
	Bharatpur (Kacchi Ghani Oil)	960	960	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	875	880	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	925	930	-5
	Mumbai (Expeller Oil)	900	890	10
	Kolkata(Expeller Oil)	970	970	Unch



	New Delhi (Expeller Oil)	890	890	Unch
	Hapur (Expeller Oil)	920	920	Unch
	Hapur (Kacchi Ghani Oil)	980	980	Unch
	Agra (Kacchi Ghani Oil)	955	955	Unch
Refined Cottonseed Oil	Rajkot	730	725	5
	Hyderabad	680	680	Unch
	Mumbai	740	735	5
	New Delhi	700	690	10
Coconut Oil	Kangayan (Crude)	860	860	Unch
	Cochin	780	780	Unch
	Trissur	890	890	Unch
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	535	535	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	745	738	7
	CNF India	768	760	8
Indonesia CPO USD/MT	FOB	728	725	3
	CNF India	758	750	8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	738	730	8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	705	695	10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1610	1570	40
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	605	600	5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1515	-
Ukraine Origin CSFO USD/MT Kandla	CIF	845	840	5
Rapeseed Oil Rotterdam Euro/MT	FOB	748	734	14
Argentina FOB (\$/MT)		16-Aug-16	13-Aug-16	Change
Crude Soybean Oil Ship		770	Closed	-
Refined Soy Oil (Bulk) Ship		797	Closed	-
Sunflower Oil Ship		Unq	Closed	-
Cottonseed Oil Ship		750	Closed	-
Refined Linseed Oil (Bulk) Ship		790	Closed	-
* 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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