



Domestic Fundamentals:

- Sideways to weak sentiment featured in various edible oils at various centers on Thursday.
- Fall in prices of soy oil CBOT and RBD palmolein has underpin prices of palm oil in near term. Palm oil is falling due to fall in prices of soy oil. Demand from India is robust and is driving exports from Malaysia. Tight palm oil stock situation in India and competitive pricing by Malaysia RBD palmolein compared to Indonesia CPO has led to higher imports by India. Data from SGS show more than 26 percent rise in exports of palm oil from Malaysia. However with stock chasing market has overstretched pricing and prices will retrace in near term. Markets are weak as Ringgit depreciation has not been able to stop the slide in prices. However, after September festive season in India will improve demand in near term and price retracement will induce demand.
China is buying more ahead of festivals in September and higher buying in second half of 2016 to replenish stocks depleted in first half of 2016. China's palm oil imports of August indicate that demand has improved in last two months. However, demand is expected to improve for rest of the year.
Depreciation of Ringgit is expected to support prices in near term.
Prices of palm oil are in range.
- Soybean crop in US is in very good condition and almost every indicator of crop is above last year and 5-year average. CBOT soybean prices are underpinned due to higher crop which is expected to hit by second half of September. Export sales of soybean is very good from US and stocks of soybean is low in the US market. However, market is discounting higher soybean crop. Soy oil prices are also underpinned by falling prices of soybean on CBOT.
According to NOPA, soy oil stocks reduced in US in July due to lower production of soy oil and higher use which has supported soy oil prices in near term. Stocks of soy oil is expected to drop further in US due to low crushing of soybean as farmers are awaiting record US crops.
Fall in crude oil prices and firm dollar will underpin soy oil prices in near term.
Prices of soy oil are in range.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's August palm oil exports rose 26.4 percent to 1,621,480 tons compared to 1,283,050 tons in July 2016. Top buyers were India at 450,929 tons (199,580 tons), China at 289,550 tons (225,856 tons), European Union 269,523 tons (260,908 tons), United States at 78,535 tons (74,800 tons) and Pakistan at 31,000 tons (41,000 tons). Values in brackets are figures of July 2016.
- According to Argentina government, Argentina's biodiesel exports almost tripled in April-June (second quarter – 2016). Argentina exported 404,215 tons of biodiesel in second quarter which is mostly derived from soy oil. Production of biodiesel in second quarter increased 56.6 percent from corresponding period last year. USDA has increased forecast of higher exports of soy oil based biodiesel in 2016/17 in its August estimate.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Sep-16	2.40	637.40	642.60	637.40	641.80
Oct-16	2.30	644.35	649.00	644.35	648.25

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Sep-16	13,700	-11430	46100	-6670
Oct-16	18,450	-6030	52650	-770

Vol-OI are taken at 5:05 PM

Spread	Sep-16	Oct-16
Basis	-9.80	-16.25
Sep-16		6.45
Oct-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-16	3.50	546.00	552.50	545.00	551.60
Sep-16	0.90	536.60	542.00	536.60	540.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-16	1834	-1540	4927	149
Sep-16	449	49	1863	63

Vol-OI are taken at 5:05 PM

Spread	Aug-16	Sep-16
Basis	8.4	19.9
Aug-16		-11.5
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	-0.05	32.28	32.42	32.28	32.42
15-Oct	-0.08	32.57	32.59	32.34	32.52
15-Dec	-0.07	32.82	32.87	32.6	32.8
15-Jan	-0.08	33.05	33.07	32.82	33
15-May	-0.08	33.21	33.21	32.99	33.17

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	-36	2770	2770	2746	2753
15-Oct	-22	2582	2586	2558	2585
15-Nov	-6	2501	2522	2487	2520
15-Dec	-2	2464	2488	2454	2487

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
1/09/2016	6.68	13283	4.087	14.92	66.95	3.22	95.97	44.66

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		1-Sep-16	31-Aug-16	
Refined Soybean Oil	Indore	632	632	Unch
	Indore (Soy Solvent Crude)	600	600	Unch
	Mumbai	650	650	Unch
	Mumbai (Soy Degum)	600	605	-5
	Kandla/Mundra	630	630	Unch
	Kandla/Mundra (Soy Degum)	595	605	-10
	Kolkata	645	645	Unch
	Delhi	690	690	Unch
	Nagpur	635	635	Unch
	Rajkot	625	625	Unch
	Kota	640	640	Unch
	Hyderabad	665	665	Unch
	Akola	676	677	-1
	Amrawati	676	676	Unch
	Bundi	635	635	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	560	560	Unch
	Kandla (RBD Palm oil)	585	585	Unch
	Kandla RBD Pamolein	595	605	-10
	Kakinada (Crude Palm Oil)	565	565	Unch
	Kakinada RBD Pamolein	615	615	Unch



	Haldia Pamolein	630	630	Unch
	Chennai RBD Pamolein	635	638	-3
	KPT (krishna patnam) Pamolein	610	615	-5
	Mumbai RBD Pamolein	625	630	-5
	Delhi	650	645	5
	Rajkot	600	595	5
	Hyderabad	618	618	Unch
	Mangalore RBD Pamolein	635	638	-3
	PFAD (Kandla)	470	470	Unch
	Refined Palm Stearin (Kandla)	505	505	Unch
Refined Sunflower Oil	Chennai	715	717	-2
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	655	655	Unch
	Kandla	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	732	732	Unch
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	1300	1350	-50
	Chennai	1080	1100	-20
	Delhi	1150	1150	Unch
	Hyderabad *	1120	1120	Unch
	Mumbai	1390	1400	-10
	Gondal	1375	1375	Unch
	Jamnagar	1300	1375	-75
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	815	815	Unch
	Jaipur (Kacchi Ghani Oil)	915	909	6
	Kota (Expeller Oil)	820	820	Unch
	Kota (Kacchi Ghani Oil)	920	920	Unch
	Neewai (Expeller Oil)	850	840	10
	Neewai (Kacchi Ghani Oil)	905	895	10
	Bharatpur (Kacchi Ghani Oil)	950	945	5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	840	840	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	875	875	Unch
	Mumbai (Expeller Oil)	860	865	-5
	Kolkata(Expeller Oil)	1050	1050	Unch



	New Delhi (Expeller Oil)	865	865	Unch
	Hapur (Expeller Oil)	900	888	12
	Hapur (Kacchi Ghani Oil)	960	930	30
	Agra (Kacchi Ghani Oil)	955	950	5
Refined Cottonseed Oil	Rajkot	690	695	-5
	Hyderabad	695	695	Unch
	Mumbai	708	708	Unch
	New Delhi	675	680	-5
Coconut Oil	Kangayan (Crude)	900	900	Unch
	Cochin	785	785	Unch
	Trissur	920	930	-10
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	485	485	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	735	Closed	-
	CNF India	748	755	-7
Indonesia CPO USD/MT	FOB	715	Closed	-
	CNF India	743	750	-7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	730	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	700	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1615	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	595	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1520	-
Ukraine Origin CSFO USD/MT Kandla	CIF	850	840	10
Rapeseed Oil Rotterdam Euro/MT	FOB	740	733	7
Argentina FOB (\$/MT)		31-Aug-16	30-Aug-16	Change
Crude Soybean Oil Ship		750	755	-5
Refined Soy Oil (Bulk) Ship		776	781	-5
Sunflower Oil Ship		Unq	735	-
Cottonseed Oil Ship		730	735	-5
Refined Linseed Oil (Bulk) Ship		770	775	-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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