



### Domestic Fundamentals:

- Sideways to firm sentiment featured in various edible oils at various centers on Friday.
- 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. Prices are expected to take cues from higher demand and adjust accordingly.  
Ringgit depreciation will support prices in near term.  
Demand is expected to remain robust September ahead of festive season in India.  
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.  
Prices of palm oil are in range.
- USDA reported lower stocks of soy oil in US (crude and refined soy oil) due to lower production of soy oil on lower crushing of soybean due to low margins. USDA reported higher crush of soybean compared to crush reported by NOPA. However, stocks of soy oil had drastically reduced compared to figures of NOPA. Lower stocks of soy oil will support prices in near term.  
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.  
Fall in crude oil prices and firm dollar will underpin soy oil prices in near term.  
Prices of soy oil are in range.
- US oilseeds processors have crushed 4.604 million tons of soybean during July which is down from 4.673 million tons during the corresponding period last year and marginally down from 4.624 million tons processed during June this year, reported USDA. The average crush figure of the market participants was 4.596 million tons. US soy meal inventories stood at 419,802 tons up from 281,038 tons in June. Crude soy oil inventories are reported at 1.866 billion pounds at the end of July and refined soy oil inventories stood at 348.5 million pounds, said USDA.
- 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.

**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	11.10	640.10	650.95	640.10	650.75
Oct-16	13.75	650.00	659.45	649.00	659.45

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Sep-16	35,690	21990	38070	-8030
Oct-16	33,860	15410	49040	-3610

Vol-OI are taken at 5:05 PM

Spread	Sep-16	Oct-16
Basis	-10.75	-19.45
Sep-16		8.70
Oct-16		

### MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-16	11.40	554.00	562.80	553.50	561.20
Sep-16	12.00	544.10	552.30	543.80	551.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-16	2620	786	5148	221
Sep-16	616	167	1975	112

Vol-OI are taken at 5:05 PM

Spread	Aug-16	Sep-16
Basis	3.8	14
Aug-16		-10.2
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	0.03	32.23	32.23	32.23	32.23
15-Oct	0.48	32.32	32.8	32.29	32.77
15-Dec	0.49	32.56	33.1	32.55	33.04
15-Jan	0.49	32.8	33.26	32.8	33.26
15-May	0.53	32.95	33.46	32.94	33.46

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	76	2797	2829	2797	2829
15-Oct	85	2614	2670	2607	2667
15-Nov	78	2543	2598	2538	2595
15-Dec	72	2509	2559	2507	2556

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
2/09/2016	6.68	13255	4.097	14.92	66.82	3.24	95.97	43.67

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		2-Sep-16	1-Sep-16	
Refined Soybean Oil	Indore	640	632	8
	Indore (Soy Solvent Crude)	610	600	10
	Mumbai	650	650	Unch
	Mumbai (Soy Degum)	610	600	10
	Kandla/Mundra	635	630	5
	Kandla/Mundra (Soy Degum)	605	595	10
	Kolkata	650	645	5
	Delhi	675	690	-15
	Nagpur	635	635	Unch
	Rajkot	635	625	10
	Kota	650	640	10
	Hyderabad	665	665	Unch
	Akola	676	676	Unch
	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)	565	560	5
	Kandla (RBD Palm oil)	590	585	5
	Kandla RBD Pamolein	608	595	13
	Kakinada (Crude Palm Oil)	560	565	-5
	Kakinada RBD Pamolein	630	615	15



	Haldia Pamolein	635	630	5
	Chennai RBD Pamolein	640	635	5
	KPT (krishna patnam) Pamolein	620	610	10
	Mumbai RBD Pamolein	630	625	5
	Delhi	650	650	Unch
	Rajkot	610	600	10
	Hyderabad	608	618	-10
	Mangalore RBD Pamolein	640	635	5
	PFAD (Kandla)	480	470	10
	Refined Palm Stearin (Kandla)	510	505	5
Refined Sunflower Oil	Chennai	715	715	Unch
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	650	655	-5
	Kandla	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	732	-10
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	740	740	Unch
Groundnut Oil	Rajkot	1300	1300	Unch
	Chennai	1080	1080	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1125	1120	5
	Mumbai	1380	1390	-10
	Gondal	1350	1375	-25
	Jamnagar	1300	1300	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	822	815	7
	Jaipur (Kacchi Ghani Oil)	925	915	10
	Kota (Expeller Oil)	820	820	Unch
	Kota (Kacchi Ghani Oil)	920	920	Unch
	Neewai (Expeller Oil)	850	850	Unch
	Neewai (Kacchi Ghani Oil)	905	905	Unch
	Bharatpur (Kacchi Ghani Oil)	955	950	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)	885	875	10
	Mumbai (Expeller Oil)	870	860	10
	Kolkata(Expeller Oil)	1050	1050	Unch



	New Delhi (Expeller Oil)	875	865	10
	Hapur (Expeller Oil)	900	900	Unch
	Hapur (Kacchi Ghani Oil)	960	960	Unch
	Agra (Kacchi Ghani Oil)	960	955	5
Refined Cottonseed Oil	Rajkot	690	690	Unch
	Hyderabad	695	695	Unch
	Mumbai	705	708	-3
	New Delhi	670	675	-5
Coconut Oil	Kangayan (Crude)	890	900	-10
	Cochin	785	785	Unch
	Trissur	910	920	-10
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	480	485	-5
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	745	735	10
	CNF India	760	748	12
Indonesia CPO USD/MT	FOB	730	715	15
	CNF India	750	743	7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	738	730	8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	705	700	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1600	1615	-15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	603	595	8
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1520	-
Ukraine Origin CSFO USD/MT Kandla	CIF	850	850	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	743	740	3
Argentina FOB (\$/MT)		1-Sep-16	31-Aug-16	Change
Crude Soybean Oil Ship		745	750	-5
Refined Soy Oil (Bulk) Ship		771	776	-5
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		725	730	-5
Refined Linseed Oil (Bulk) Ship		765	770	-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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