



Domestic Fundamentals:

- Mostly firm sentiment featured in various edible oils at various centers on Saturday.
- 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
		3-Sep-16	2-Sep-16	
Refined Soybean Oil	Indore	645	640	5
	Indore (Soy Solvent Crude)	610	610	Unch
	Mumbai	655	650	5
	Mumbai (Soy Degum)	614	610	4
	Kandla/Mundra	635	635	Unch
	Kandla/Mundra (Soy Degum)	614	605	9
	Kolkata	652	650	2
	Delhi	680	675	5
	Nagpur	651	635	16
	Rajkot	640	635	5
	Kota	650	650	Unch
	Hyderabad	670	665	5
	Akola	689	676	13
	Amrawati	690	676	14
	Bundi	650	635	15
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	574	565	9
	Kandla (RBD Palm oil)	597	590	7
	Kandla RBD Pamolein	615	608	7
	Kakinada (Crude Palm Oil)	570	560	10
	Kakinada RBD Pamolein	632	630	2



	Haldia Pamolein	635	635	Unch
	Chennai RBD Pamolein	647	640	7
	KPT (krishna patnam) Pamolein	622	620	2
	Mumbai RBD Pamolein	640	630	10
	Delhi	655	650	5
	Rajkot	615	610	5
	Hyderabad	613	608	5
	Mangalore RBD Pamolein	647	640	7
	PFAD (Kandla)	470	480	-10
	Refined Palm Stearin (Kandla)	512	510	2
Refined Sunflower Oil	Chennai	715	715	Unch
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	655	650	5
	Kandla	742	740	2
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	722	Unch
	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	1125	Unch
	Mumbai	1370	1380	-10
	Gondal	1300	1350	-50
	Jamnagar	1275	1300	-25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	830	822	8
	Jaipur (Kacchi Ghani Oil)	935	925	10
	Kota (Expeller Oil)	830	820	10
	Kota (Kacchi Ghani Oil)	925	920	5
	Neewai (Expeller Oil)	850	850	Unch
	Neewai (Kacchi Ghani Oil)	905	905	Unch
	Bharatpur (Kacchi Ghani Oil)	955	955	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	850	840	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	890	885	5
	Mumbai (Expeller Oil)	870	870	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch



	New Delhi (Expeller Oil)	880	875	5
	Hapur (Expeller Oil)	Closed	900	-
	Hapur (Kacchi Ghani Oil)	950	960	-10
	Agra (Kacchi Ghani Oil)	960	960	Unch
Refined Cottonseed Oil	Rajkot	705	690	15
	Hyderabad	695	695	Unch
	Mumbai	708	705	3
	New Delhi	670	670	Unch
Coconut Oil	Kangayan (Crude)	890	890	Unch
	Cochin	785	785	Unch
	Trissur	910	910	Unch
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	480	480	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	750	745	5
	CNF India	768	760	8
Indonesia CPO USD/MT	FOB	733	730	3
	CNF India	750	750	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	738	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	705	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1600	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	603	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	1520	-
Ukraine Origin CSFO USD/MT Kandla	CIF	845	850	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	743	-
Argentina FOB (\$/MT)		2-Sep-16	1-Sep-16	Change
Crude Soybean Oil Ship		750	745	5
Refined Soy Oil (Bulk) Ship		776	771	5
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		730	725	5
Refined Linseed Oil (Bulk) Ship		770	765	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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