

Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at various centers on Tuesday.
- Rise prices of soy oil CBOT and DALIAN-RBD palmolein has supported prices of palm oil in near term. 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.
Palm oil stocks will fall in August on higher exports and lower rise of production due to lagged effect of El Nino.
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.
Stability in Chinese financial markets has helped palm oil prices in near term and is expected to stable in near term.
Prices of palm oil are in range.
- Expectation of record soybean crop in US with expectation that USDA will raise yields has capped gains in soy oil complex. Exports of soybean from US have been strong in near term.
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. 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.
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	-4.10	656.00	656.00	649.80	650.80
Oct-16	-6.60	664.00	664.90	656.50	656.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Sep-16	14,460	-21230	35450	-2620
Oct-16	35,900	2040	53310	4270

Vol-OI are taken at 5:05 PM

Spread	Sep-16	Oct-16
Basis	4.20	-1.80
Sep-16		6.00
Oct-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-16	1.00	570.00	570.00	562.30	565.70
Sep-16	-0.30	556.50	556.50	551.50	554.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-16	1771	-849	4647	-501
Sep-16	707	91	2006	31

Vol-OI are taken at 5:05 PM

Spread	Aug-16	Sep-16
Basis	16.3	28
Aug-16		-11.7
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	0.16	32.82	32.82	32.82	32.82
15-Oct	0.30	32.92	33.32	32.87	33.07
15-Dec	0.29	33.21	33.59	33.13	33.33
15-Jan	0.29	33.36	33.78	33.36	33.55
15-May	0.28	33.6	33.94	33.55	33.7

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	-10	2890	2895	2880	2880
15-Oct	-9	2741	2749	2716	2718
15-Nov	-16	2650	2662	2628	2629
15-Dec	-16	2600	2609	2578	2578

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
6/09/2016	6.677	13110	4.078	14.996	66.52	3.257	95.61	44.95

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		6-Sep-16	5-Sep-16	
Refined Soybean Oil	Indore	655	650	5
	Indore (Soy Solvent Crude)	620	615	5
	Mumbai	660	660	Unch
	Mumbai (Soy Degum)	618	618	Unch
	Kandla/Mundra	650	645	5
	Kandla/Mundra (Soy Degum)	615	615	Unch
	Kolkata	655	655	Unch
	Delhi	680	680	Unch
	Nagpur	657	Closed	-
	Rajkot	640	645	-5
	Kota	655	650	5
	Hyderabad	665	Closed	-
	Akola	695	Closed	-
	Amrawati	695	Closed	-
	Bundi	655	Closed	-
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	582	577	5
	Kandla (RBD Palm oil)	600	602	-2
	Kandla RBD Pamolein	620	625	-5
	Kakinada (Crude Palm Oil)	565	Closed	-
	Kakinada RBD Pamolein	635	635	Unch



	Haldia Pamolein	640	640	Unch
	Chennai RBD Pamolein	645	645	Unch
	KPT (krishna patnam) Pamolein	630	630	Unch
	Mumbai RBD Pamolein	640	640	Unch
	Delhi	670	665	5
	Rajkot	620	620	Unch
	Hyderabad	622	Closed	-
	Mangalore RBD Pamolein	645	645	Unch
	PFAD (Kandla)	475	475	Unch
	Refined Palm Stearin (Kandla)	505	505	Unch
Refined Sunflower Oil	Chennai	715	Closed	-
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	655	655	Unch
	Kandla	745	745	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	722	Closed	-
	Latur (Expeller Oil)	725	725	Unch
	Chellakere (Expeller Oil)	670	670	Unch
	Erode (Expeller Oil)	745	Closed	-
Groundnut Oil	Rajkot	1200	1250	-50
	Chennai	1080	Closed	-
	Delhi	1150	1150	Unch
	Hyderabad *	1125	Closed	-
	Mumbai	1350	1350	Unch
	Gondal	1200	1275	-75
	Jamnagar	1200	1275	-75
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	835	835	Unch
	Jaipur (Kacchi Ghani Oil)	938	938	Unch
	Kota (Expeller Oil)	845	835	10
	Kota (Kacchi Ghani Oil)	930	930	Unch
	Neewai (Expeller Oil)	855	855	Unch
	Neewai (Kacchi Ghani Oil)	911	911	Unch
	Bharatpur (Kacchi Ghani Oil)	965	960	5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	855	855	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	895	895	Unch
	Mumbai (Expeller Oil)	875	875	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch



	New Delhi (Expeller Oil)	890	890	Unch
	Hapur (Expeller Oil)	920	Closed	-
	Hapur (Kacchi Ghani Oil)	980	Closed	-
	Agra (Kacchi Ghani Oil)	970	965	5
Refined Cottonseed Oil	Rajkot	705	710	-5
	Hyderabad	695	Closed	-
	Mumbai	710	710	Unch
	New Delhi	690	680	10
Coconut Oil	Kangayan (Crude)	890	Closed	-
	Cochin	785	785	Unch
	Trissur	910	Closed	-
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	760	763	-3
	CNF India	775	775	Unch
Indonesia CPO USD/MT	FOB	740	738	2
	CNF India	763	765	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	753	755	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	713	718	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1625	1630	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	613	615	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	855	845	10
Rapeseed Oil Rotterdam Euro/MT	FOB	765	760	5
Argentina FOB (\$/MT)		5-Sep-16	3-Sep-16	Change
Crude Soybean Oil Ship		Unq	Closed	-
Refined Soy Oil (Bulk) Ship		Unq	Closed	-
Sunflower Oil Ship		Unq	Closed	-
Cottonseed Oil Ship		Unq	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	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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