

Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at various trading centers on Friday.
- CNF CPO at Indian port is quoted at \$715 per ton for June delivery. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port is offered at \$720 per ton for June delivery. High sea duty paid CPO Kandla is quoted at Rs 515 per 10 Kg and for June delivery is quoted at Rs 512 per 10 kg. CDSO CNF at Indian port is offered at \$785 per ton for June delivery. Soy oil (Indore) is quoted at Rs 625 per 10 kg. Canola CIF is quoted at USD 800 per ton for June delivery.
- Palm oil- Fall in competitive oils like CBOT soy oil and RBD DALIAN are pressurizing palm oil prices in near term. Fall in crude oil prices have supported the fall.
Palm oil prices may soften as demand due to Ramadan will subside and production of palm oil will rise which will lead to rise in stocks of palm oil from Malaysia. Prices have priced in lower palm oil end stocks in Malaysia in May. Further rise in production in Malaysia due to seasonal uptrend of production will underpin prices in medium to long term. Palm oil exports showed rise of 16-20 percent in May from Malaysia due to demand ahead of Ramadan. With increased palm oil exports and lower rate of growth of production in May in Malaysia will lead to slow rise in end stocks of palm oil in Malaysia.
China is buying more CPO from Indonesia, according to CNGOIC, which will lead to low demand from Malaysia and underpin prices.
Data from GAPKI showed that stocks fell below 1 MMT in Indonesia in April. Lower stocks were due to higher export demand and slow rise in production. Prices are in a range.
- Soy oil- Soybean complex prices traded weaker due to firm supply from South America and weak demand from China due to disparity in crushing in the country. However, imports will weaken in July as many buyers cancelled their cargoes or were diverted.
Soybean planting was reported lower than 5-year average due to wet condition in US Midwest. Planting was reported at 67 percent compared to 68 percent 5-yr average.
Soy oil end stocks fell in US in April on lower production of soy oil due to lower crush of soybean is bullish for soy oil prices in medium term.
Fall in crude oil prices will underpin prices in near term. Prices are in a range.
- According to Indonesia Palm Oil Association (GAPKI), Indonesia's palm oil end stocks at the end of April fell to 0.89 MMT from 1.4 MMT in April, lower by 36.6 percent m-o-m. Stocks of palm oil at the end of 2016 stood at 3.75 MMT. Stocks fell due to strong demand compared to production. Production of palm oil rose 14 percent to 11.4 MMT in the period January-April in the corresponding period last year.
- According to Indonesia Palm Oil Association (GAPKI), Indonesia's April palm and palm kernel oil exports rose 4 percent to 2.57 MMT compared to 2.47 MMT in March. Exports rose 23 percent compared to April 2016. Exports in the period January-April rose 23 percent to 10.7 MMT compared to 8.7 MMT in the corresponding period last year.

Outlook: Edible oil basket is expected to feature weak sentiment in near term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
June-17	-3.20	622.00	622.75	616.00	617.35
July-17	-3.80	623.55	624.45	616.75	618.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-17	9,300	-1870	26260	-3160
July-17	15,670	-3430	46770	1860

Vol-OI are taken at 5:05 PM

Spread	June-17	July-17
Basis	7.65	
June-17		0.85
July-17		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-17	-3.20	496.30	497.70	491.00	492.40
July-17	-2.70	485.50	486.50	480.80	482.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-17	1411	185	3828	232
July-17	277	-208	1221	30

Vol-OI are taken at 5:05 PM

Spread	June-17	July-17
Basis	22.6	
June-17		-10.4
July-17		

* 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-July	-0.15	31.29	31.4	30.96	31.1
15-Aug	-0.15	31.41	31.53	31.1	31.23
15-Sep	-0.14	31.55	31.65	31.23	31.37
15-Oct	-0.12	31.71	31.78	31.35	31.5
15-Dec	-0.15	31.9	32.01	31.57	31.7

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-29	2779	2779	2730	2730
15-July	-27	2638	2660	2606	2609
15-Aug	-17	2513	2540	2495	2497
15-Sep	-13	2448	2467	2432	2433

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
2/06/2017	6.82	13310	4.28	16.14	64.44	3.25	97.26	47.20

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		2-Jun-17	1-Jun-17	
Refined Soybean Oil	Indore	625	620	5
	Indore (Soy Solvent Crude)	588	585	3
	Mumbai	635	635	Unch
	Mumbai (Soy Degum)	580	578	2
	Kandla/Mundra	610	610	Unch
	Kandla/Mundra (Soy Degum)	578	575	3
	Kolkata	610	610	Unch
	Delhi	630	630	Unch
	Nagpur	663	668	-5
	Rajkot	605	605	Unch
	Kota	630	630	Unch
	Hyderabad	632	632	Unch
	Akola	661	666	-5
	Amrawati	662	666	-4
	Bundi	619	622	-3
	Jalna	665	668	-3
	Alwar	NA	NA	-
	Solapur	663	668	-5
	Dhule	663	667	-4
Palm Oil	Kandla (Crude Palm Oil)	515	512	3
	Kandla (RBD Palm oil)	540	535	5
	Kandla RBD Pamolein	550	550	Unch
	Kakinada (Crude Palm Oil)	515	515	Unch
	Kakinada RBD Pamolein	550	550	Unch

	Haldia Pamolein	555	555	Unch
	Chennai RBD Pamolein	555	555	Unch
	KPT (krishna patnam) Pamolein	540	540	Unch
	Mumbai RBD Pamolein	560	560	Unch
	Delhi	595	597	-2
	Rajkot	545	550	-5
	Hyderabad	513	513	Unch
	Mangalore RBD Pamolein	555	555	Unch
	PFAD (Kandla)	455	455	Unch
	Refined Palm Stearin (Kandla)	490	490	Unch
Refined Sunflower Oil	Chennai	640	640	Unch
	Mumbai	690	690	Unch
	Mumbai(Expeller Oil)	585	585	Unch
	Kandla (Ref.)	670	670	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	641	641	Unch
	Latur (Expeller Oil)	670	670	Unch
	Chellakere (Expeller Oil)	590	590	Unch
	Erode (Expeller Oil)	675	675	Unch
Groundnut Oil	Rajkot	910	910	Unch
	Chennai	940	940	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1050	1060	-10
	Mumbai	960	960	Unch
	Gondal	900	910	-10
	Jamnagar	915	910	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	675	675	Unch
	Jaipur (Kacchi Ghani Oil)	706	705	1
	Kota (Expeller Oil)	690	690	Unch
	Kota (Kacchi Ghani Oil)	700	700	Unch
	Neewai (Expeller Oil)	673	673	Unch
	Neewai (Kacchi Ghani Oil)	693	693	Unch
	Bharatpur (Kacchi Ghani Oil)	735	725	10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	660	660	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	690	680	10
	Mumbai (Expeller Oil)	680	680	Unch
	Kolkata(Expeller Oil)	860	860	Unch

	New Delhi (Expeller Oil)	700	700	Unch
	Hapur (Expeller Oil)	760	760	Unch
	Hapur (Kacchi Ghani Oil)	820	820	Unch
	Agra (Kacchi Ghani Oil)	740	730	10
Refined Cottonseed Oil	Rajkot	640	630	10
	Hyderabad	600	600	Unch
	Mumbai	635	636	-1
	New Delhi	615	615	Unch
Coconut Oil	Kangayan (Crude)	1190	1190	Unch
	Cochin	1280	1280	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	770	770	Unch
	Mumbai	730	730	Unch
Kardi	Mumbai	740	740	Unch
Rice Bran Oil (40%)	New Delhi	520	520	Unch
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	705	705	Unch
	CNF India	720	728	-8
Indonesia CPO USD/MT	FOB	690	683	7
	CNF India	715	718	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	703	700	3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	628	625	3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1150	1145	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	628	625	3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1140	-
Ukraine Origin CSFO USD/MT Kandla	CIF	785	790	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	732	735	-3
Argentina FOB (\$/MT)		1-Jun-17	31-May-17	Change
Crude Soybean Oil Ship		734	736	-2
Refined Soy Oil (Bulk) Ship		760	762	-2
Sunflower Oil Ship		720	720	Unch
Cottonseed Oil Ship		714	716	-2
Refined Linseed Oil (Bulk) Ship		754	756	-2
* 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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