



### Domestic Fundamentals:

- Mixed sentiment featured in various edible oils at various trading centers on Thursday.
- Palm oil- Expectation of rising production of palm oil in Malaysia coupled with appreciation of ringgit in coming months is expected to pressurize palm oil prices. Production is expected to rise on seasonal uptrend of production. Market is pricing in rise in production in medium term.  
Higher production of palm oil in Malaysia will improve palm oil stocks in Malaysia pressurizing prices.  
Prices have priced in lower palm oil end stocks in Malaysia in May.  
Exports are expected to weaken after Ramadan as there will be no fresh trigger for exports in medium term.  
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 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. However, exports in first 10 days of June will be weak due to falling demand after Ramadan 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 planting is progressing in US at steady pace. Dry weather in US Midwest has supported planting of soybean. Crop is in development stage and is crop condition is expected to be above average in near term.  
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. Data from CNGOIC showed that imports of soybean rose to record levels in May which has created glut of soy oil which led prices to fall to 5 year low.  
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. Stocks of soy oil in US are expected to weaken further in May.  
Fall in crude oil prices will underpin prices in near term. Prices are in a range.
- China purchased 9.59 million tons of soybeans in May, highest on record. Higher volume of imports is primarily due to the backlog of previously purchased soy which landed in the country during the month. The oilseeds imports were up from 7.66 million tons during the corresponding period last year and 19.6% higher than 8.02 million tons purchased during April.
- According to China's General Administration of Customs (CNGOIC), China's imports of edible vegetable oil in May fell 25 percent to 4.2 lakh tons compared to 5.6 lakh tons in April. Imports rose 50 percent compared to last year which was reported at 2.8 lakh tons. Year to date imports of edible vegetable oil rose 12 percent to 23.80 lakh tons.

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

### NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
June-17	-1.35	631.50	632.40	627.55	628.05
July-17	-0.95	632.00	634.80	630.40	630.90

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-17	11,100	-6110	20950	2910
July-17	13,570	-14940	50650	-380

Vol-OI are taken at 5:05 PM

Spread	June-17	July-17
Basis	-3.05	
June-17		2.85
July-17		

### MCX CPO:

Contract	+/-	Open	High	Low	Close
June-17	-0.80	490.60	491.70	488.00	488.90
July-17	-0.30	483.50	484.90	481.30	482.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-17	984	-405	5167	112
July-17	389	-352	2215	-53

Vol-OI are taken at 5:05 PM

Spread	June-17	July-17
Basis	23.1	
June-17		-6.2
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	<b>0.11</b>	31.33	31.52	31.23	31.47
15-Aug	<b>0.10</b>	31.45	31.64	31.36	31.58
15-Sep	<b>0.10</b>	31.57	31.76	31.48	31.71
15-Oct	<b>0.10</b>	31.65	31.85	31.64	31.8
15-Dec	<b>0.10</b>	31.87	32.07	31.77	32.01

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	<b>-37</b>	2690	2697	2670	2670
15-July	<b>-16</b>	2562	2574	2542	2544
15-Aug	<b>-9</b>	2459	2469	2436	2444
15-Sep	<b>unch</b>	2404	2421	2390	2400

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
07/06/2017	6.79	13303	4.268	15.99	64.32	3.27	96.88	45.67

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		8-Jun-17	7-Jun-17	
Refined Soybean Oil	Indore	625	620	<b>5</b>
	Indore (Soy Solvent Crude)	590	585	<b>5</b>
	Mumbai	625	625	<b>Unch</b>
	Mumbai (Soy Degum)	580	575	<b>5</b>
	Kandla/Mundra	605	605	<b>Unch</b>
	Kandla/Mundra (Soy Degum)	575	575	<b>Unch</b>
	Kolkata	610	610	<b>Unch</b>
	Delhi	630	630	<b>Unch</b>
	Nagpur	665	665	<b>Unch</b>
	Rajkot	602	605	<b>-3</b>
	Kota	625	625	<b>Unch</b>
	Hyderabad	627	627	<b>Unch</b>
	Akola	664	663	<b>1</b>
	Amrawati	664	662	<b>2</b>
	Bundi	630	625	<b>5</b>
	Jalna	668	668	<b>Unch</b>
	Alwar	NA	NA	<b>-</b>
	Solapur	665	665	<b>Unch</b>
	Dhule	668	668	<b>Unch</b>
Palm Oil	Kandla (Crude Palm Oil)	512	512	<b>Unch</b>
	Kandla (RBD Palm oil)	530	530	<b>Unch</b>
	Kandla RBD Pamolein	545	545	<b>Unch</b>
	Kakinada (Crude Palm Oil)	500	495	<b>5</b>
	Kakinada RBD Pamolein	545	545	<b>Unch</b>

	Haldia Pamolein	552	552	Unch
	Chennai RBD Pamolein	550	550	Unch
	KPT (krishna patnam) Pamolein	535	535	Unch
	Mumbai RBD Pamolein	555	555	Unch
	Delhi	590	595	-5
	Rajkot	545	545	Unch
	Hyderabad	504	499	5
	Mangalore RBD Pamolein	550	550	Unch
	PFAD (Kandla)	440	450	-10
	Refined Palm Stearin (Kandla)	480	480	Unch
Refined Sunflower Oil	Chennai	640	640	Unch
	Mumbai	690	690	Unch
	Mumbai(Expeller Oil)	585	580	5
	Kandla (Ref.)	665	665	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	637	632	5
	Latur (Expeller Oil)	670	670	Unch
	Chellakere (Expeller Oil)	585	585	Unch
	Erode (Expeller Oil)	670	670	Unch
Groundnut Oil	Rajkot	875	900	-25
	Chennai	940	940	Unch
	Delhi	1080	1080	Unch
	Hyderabad *	1050	1050	Unch
	Mumbai	950	950	Unch
	Gondal	875	880	-5
	Jamnagar	880	900	-20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	678	675	3
	Jaipur (Kacchi Ghani Oil)	707	707	Unch
	Kota (Expeller Oil)	670	670	Unch
	Kota (Kacchi Ghani Oil)	705	700	5
	Neewai (Expeller Oil)	671	671	Unch
	Neewai (Kacchi Ghani Oil)	691	691	Unch
	Bharatpur (Kacchi Ghani Oil)	730	730	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	670	665	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	695	685	10
	Mumbai (Expeller Oil)	680	680	Unch
	Kolkata(Expeller Oil)	850	850	Unch



	New Delhi (Expeller Oil)	700	705	-5
	Hapur (Expeller Oil)	760	760	Unch
	Hapur (Kacchi Ghani Oil)	820	820	Unch
	Agra (Kacchi Ghani Oil)	735	735	Unch
Refined Cottonseed Oil	Rajkot	630	640	-10
	Hyderabad	600	600	Unch
	Mumbai	632	632	Unch
	New Delhi	615	615	Unch
Coconut Oil	Kangayan (Crude)	1170	1180	-10
	Cochin	1290	1290	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	510	515	-5
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	695	700	-5
	CNF India	700	708	-8
Indonesia CPO USD/MT	FOB	670	678	-8
	CNF India	695	700	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	690	695	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	620	623	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1100	1120	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	618	620	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1115	-
Ukraine Origin CSFO USD/MT Kandla	CIF	785	785	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	744	740	4
Argentina FOB (\$/MT)		7-Jun-17	6-Jun-17	Change
Crude Soybean Oil Ship		740	740	Unch
Refined Soy Oil (Bulk) Ship		766	766	Unch
Sunflower Oil Ship		715	715	Unch
Cottonseed Oil Ship		720	720	Unch
Refined Linseed Oil (Bulk) Ship		760	760	Unch
* 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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