

**Domestic Fundamentals:**

- Soy oil (Indore) prices rose on renewed demand at lower levels and due to low premium over palm oil. Degum Kandla fell reduction of basis. Soy oil CNF is trading in a narrow band for last some days with firm bias.
 - Palm oil showed firm sentiment on rise in competitive oils and rise in BMD CPO.
 - Refined sunflower-Chennai is trading at discount to soy oil (Indore) due to weak demand. Crude sunflower is also trading range bound in medium term.
 - Groundnut oil (Rajkot) rose on buying at lower levels and some support by groundnut prices.
 - Rapeseed oil expeller (Jaipur) rose on demand at lower levels after prolonged fall since harvest of rapeseed. Higher crushing of rapeseed due to higher crop estimated at 6.9-7 MMT which crushed its prices.
 - There is some confusion in market due to GST which will be shorted out in near to medium term.
 - Palm oil- Depreciation of ringgit and run-up up BMD CPO and RBD palmolein in DALIAN has pushed prices higher in near term and may influence its prices in near term. Depreciation of ringgit is expected to support the rise in prices of palm oil.
- Palm oil prices are expected to weaken on slow exports from Malaysia and rise in production in Malaysia. Exports fell in June from Malaysia while production is expected to rise on seasonal uptrend of production, diminishing effect of El Nino.
- Production in Malaysia and Indonesia will accelerate from July as monsoon came early in Malaysia and Indonesia which will lead to early and prolonged period of harvest which will led to steady rise in stocks in both countries.
- Primary reason of lower exports is slowdown of exports to India, China and EU. China is not buying due to lower soy oil prices in the country which is trading at 5 year lows low premium of soy oil over RBD palmolein in the country. Palm oil from Indonesia is more competitive in China which has led to loss in market share.
- Palm oil stocks in Malaysia are expected to rise from June as exports will remain soft while production will rise at lower pace. Rise in stocks will underpin prices. Prices are in a range.
- Grains Exporters Association ANEC has projected Brazil's soybean exports at 61-62 million tons in 2017. Brazil's has exported a record 45.5 million tons of soybean in the 1st half of the marketing season. ANEC sees Brazil's July'17 soybean exports at 7 million tons.
 - The U.S. Department of Agriculture's National Agricultural Statistics Service (NASS) estimated a record high 89.5 million acres of soybeans planted in the United States for 2017, up 7 percent from last year. Further, US soybean area for harvest is estimated at a record high 88.7 million acres, if realized, up 7 percent from 2016.
 - Both, the US soybean stocks and acreage figures were reported lower than the trade expectations in the report released by USDA on Friday. It has been reported that the US soybeans stored in all positions on June 1, 2017 totaled 963 million bushels, up 11 percent from June 1, 2016. On-farm stocks totaled 333 million bushels, up 18 percent from a year ago. Off-farm stocks, at 631 million bushels, are up 7 percent from a year ago.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
July-17	0.50	644.30	646.70	641.20	646.50
Aug-17	1.70	645.50	649.20	642.50	649.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-17	16,360	-900	34470	-2500
Aug-17	20,760	8790	46610	4370

Vol-OI are taken at 5:05 PM

Spread	July-17	Aug-17
Basis	-1.50	-4.20
July-17		2.70
Aug-17		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-17	-1.90	484.00	484.10	480.70	483.50
Aug-17	-0.90	475.70	476.50	472.40	476.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-17	1305	59	5373	48
Aug-17	360	81	2083	106

Vol-OI are taken at 5:05 PM

Spread	July-17	Aug-17
Basis	11.5	
July-17		-7.5
Aug-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	0.26	33.42	33.54	33.15	33.19
15-Aug	0.37	33.04	33.8	33.04	33.41
15-Sep	0.34	33.16	33.9	33.16	33.5
15-Oct	0.38	33.19	33.93	33.19	33.55
15-Dec	0.38	33.39	34.1	33.38	33.72

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	10	2619	2652	2619	2642
15-July	6	2526	2555	2520	2543
15-Aug	5	2483	2511	2475	2503
15-Sep	6	2475	2498	2463	2491

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
4/07/2017	6.80	13367	4.297	16.85	64.73	3.30	96.11	46.23

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Jul-17	3-Jul-17	
Refined Soybean Oil	Indore	645	640	5
	Indore (Soy Solvent Crude)	613	610	3
	Mumbai	635	630	5
	Mumbai (Soy Degum)	587	587	Unch
	Kandla/Mundra	615	615	Unch
	Kandla/Mundra (Soy Degum)	585	595	-10
	Kolkata	628	615	13
	Delhi	660	665	-5
	Nagpur	688	688	Unch
	Rajkot	613	617	-4
	Kota	635	635	Unch
	Hyderabad	646	632	14
	Akola	682	682	Unch
	Amrawati	681	681	Unch
	Bundi	640	640	Unch
	Jalna	687	687	Unch
	Alwar	NA	NA	-
	Solapur	688	688	Unch
	Dhule	687	687	Unch
Palm Oil	Kandla (Crude Palm Oil)	495	493	2
	Kandla (RBD Palm oil)	520	520	Unch
	Kandla RBD Pamolein	535	540	-5
	Kakinada (Crude Palm Oil)	475	475	Unch
	Kakinada RBD Pamolein	525	525	Unch

	Haldia Pamolein	538	540	-2
	Chennai RBD Pamolein	540	532	8
	KPT (krishna patnam) Pamolein	520	520	Unch
	Mumbai RBD Pamolein	540	540	Unch
	Delhi	595	600	-5
	Rajkot	535	540	-5
	Hyderabad	494	494	Unch
	Mangalore RBD Pamolein	540	532	8
	PFAD (Kandla)	430	430	Unch
	Refined Palm Stearin (Kandla)	475	475	Unch
Refined Sunflower Oil	Chennai	630	630	Unch
	Mumbai	695	695	Unch
	Mumbai(Expeller Oil)	595	590	5
	Kandla (Ref.)	655	655	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	648	648	Unch
	Latur (Expeller Oil)	665	665	Unch
	Chellakere (Expeller Oil)	590	590	Unch
	Erode (Expeller Oil)	670	670	Unch
Groundnut Oil	Rajkot	910	900	10
	Chennai	900	880	20
	Delhi	1200	1200	Unch
	Hyderabad *	950	950	Unch
	Mumbai	950	945	5
	Gondal	890	890	Unch
	Jamnagar	890	890	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	695	678	17
	Jaipur (Kacchi Ghani Oil)	726	728	-2
	Kota (Expeller Oil)	670	680	-10
	Kota (Kacchi Ghani Oil)	725	710	15
	Neewai (Expeller Oil)	690	685	5
	Neewai (Kacchi Ghani Oil)	717	720	-3
	Bharatpur (Kacchi Ghani Oil)	735	730	5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	700	700	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	720	720	Unch
	Mumbai (Expeller Oil)	710	710	Unch
	Kolkata(Expeller Oil)	830	830	Unch



	New Delhi (Expeller Oil)	740	725	15
	Hapur (Expeller Oil)	760	760	Unch
	Hapur (Kacchi Ghani Oil)	820	820	Unch
	Agra (Kacchi Ghani Oil)	740	735	5
Refined Cottonseed Oil	Rajkot	647	645	2
	Hyderabad	615	615	Unch
	Mumbai	650	640	10
	New Delhi	630	630	Unch
Coconut Oil	Kangayan (Crude)	1150	1150	Unch
	Cochin	1290	1290	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	800	780	20
	Mumbai	NA	NA	-
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	668	668	Unch
	CNF India	680	688	-8
Indonesia CPO USD/MT	FOB	655	655	Unch
	CNF India	678	683	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	660	660	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	613	618	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1090	1100	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	613	615	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1040	-
Ukraine Origin CSFO USD/MT Kandla	CIF	790	790	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	820	820	Unch
Argentina FOB (\$/MT)		3-Jul-17	1-Jul-17	Change
Crude Soybean Oil Ship		752	Closed	-
Refined Soy Oil (Bulk) Ship		778	Closed	-
Sunflower Oil Ship		712	Closed	-
Cottonseed Oil Ship		732	Closed	-
Refined Linseed Oil (Bulk) Ship		772	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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