



Domestic Fundamentals:

- Mixed sentiments featured in various edible oils at varied key market centers Tuesday.
- Palm oil- Weak exports of palm oil from Malaysia to top importing destination (India) is expected to underpin palm oil prices in near term. India purchased most of the sales from Malaysia in June due to demand ahead of Ramadan. After Ramadan India is purchasing less and due to low premium of soy oil over palm oil. India is importing more soft oils as domestic prices of soft oil is low compared to palm oil.
Palm oil end stocks fell in Malaysia in June on fall in production despite fall in exports. Market was expecting rise in stocks. Production fell by 8 percent in June in Malaysia due to loss in production of labor shortage on Ramadan. Market was expecting rise in production.
Rise in RBD palmolein DALIAN and CBOT soy oil supported palm oil prices in near term. DALIAN is rising from very low base and is perfectly correlated with BMD Malaysia and India high seas prices.
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.
Appreciation of Ringgit will underpin prices in near term.
- Soy oil- Rise in temperature in US Midwest and dry condition in top soybean producing belts has supported soybean complex prices. If high temperature sustains than crop condition will deteriorate further.
USDA reported lower planting rating in its weekly planting report. US. Good to excellent condition decreased 62 percent, fall by 2 basis points in a week indicating that crop condition is not good as last year but above 5-year average. Pod formation is above last year and 5 year average due to early planting. However forecast of dry weather will distress crop in coming days. Weak progress of soybean crop will support soybean complex prices.
Weakness in Argentina peso will support exports of soybean complex goods to major markets including India.
Lower stocks of soybean at the end of June quarter and lower than expected area of soybean has supported soybean complex prices in near term. Despite record area soybean yields will be at 5-year average which USDA indicated in its June report which will support prices in medium term.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's June palm oil end stocks fell 1.93 percent to 15.27 lakh tons compared to 15.58 lakh tons in May. Production of palm oil in June fell 8.48 percent to 15.14 lakh tons compared to 16.54 lakh tons in May. Exports fell 8.39 percent to 13.80 lakh tons compared to 15.06 lakh tons in May. Imports of palm oil in May fell 3.42 percent to 0.45 lakh tons compared to 0.47 lakh tons in May.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July 1-10 palm oil exports rose 3.8 percent to 381,241 tons compared to 367,165 tons in corresponding period last month. Top buyers were European Union at 103,520 tons (85,950 tons), China at 53,116 tons (26,900 tons), India at 44,800 tons (57,950 tons), United States at 13,230 tons (0 tons) and Pakistan at 12,000 tons (43,830 tons). Values in brackets are figures of corresponding period last month.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
July-17	-2.60	644.00	644.40	640.15	640.90
Aug-17	-2.70	647.40	647.40	642.50	643.65

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-17	6,780	-4120	19680	-2620
Aug-17	25,490	-7900	48420	-4980

Vol-OI are taken at 5:05 PM

Spread	July-17	Aug-17
Basis	-0.90	
July-17		2.75
Aug-17		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-17	-4.40	492.10	492.10	488.00	488.00
Aug-17	-5.20	485.00	485.00	480.80	480.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-17	945	-805	4904	-317
Aug-17	658	-331	3055	187

Vol-OI are taken at 5:05 PM

Spread	July-17	Aug-17
Basis	4.0	
July-17		-7.2
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-Aug	-0.33	33.68	33.93	33.25	33.35
15-Sep	-0.37	33.84	34.05	33.38	33.44
15-Oct	-0.34	34.14	34.16	33.54	33.59
15-Dec	-0.34	34.2	34.44	33.73	33.83
15-Jan	-0.38	34.35	34.56	33.87	33.94

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-30	2694	2694	2670	2687
15-July	-20	2654	2669	2623	2628
15-Aug	-12	2614	2614	2580	2583
15-Sep	-3	2577	2585	2563	2566

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
11/07/2017	6.80	13393	4.297	16.99	64.58	3.26	96.11	43.91

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		11-Jul-17	10-Jul-17	
Refined Soybean Oil	Indore	640	645	-5
	Indore (Soy Solvent Crude)	610	615	-5
	Mumbai	645	645	Unch
	Mumbai (Soy Degum)	590	595	-5
	Kandla/Mundra	620	615	5
	Kandla/Mundra (Soy Degum)	585	588	-3
	Kolkata	638	638	Unch
	Delhi	660	660	Unch
	Nagpur	689	689	Unch
	Rajkot	613	613	Unch
	Kota	635	635	Unch
	Hyderabad	650	650	Unch
	Akola	682	682	Unch
	Amrawati	682	682	Unch
	Bundi	635	635	Unch
	Jalna	687	686	1
	Alwar	NA	NA	-
	Solapur	689	689	Unch
	Dhule	689	687	2
Palm Oil	Kandla (Crude Palm Oil)	492	501	-9
	Kandla (RBD Palm oil)	520	520	Unch
	Kandla RBD Pamolein	540	540	Unch
	Kakinada (Crude Palm Oil)	475	475	Unch
	Kakinada RBD Pamolein	527	525	2

	Haldia Pamolein	535	540	-5
	Chennai RBD Pamolein	532	540	-8
	KPT (krishna patnam) Pamolein	525	525	Unch
	Mumbai RBD Pamolein	545	545	Unch
	Delhi	595	595	Unch
	Rajkot	533	535	-2
	Hyderabad	499	499	Unch
	Mangalore RBD Pamolein	532	540	-8
	PFAD (Kandla)	430	430	Unch
	Refined Palm Stearin (Kandla)	460	470	-10
Refined Sunflower Oil	Chennai	640	635	5
	Mumbai	695	695	Unch
	Mumbai(Expeller Oil)	600	600	Unch
	Kandla (Ref.)	670	660	10
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	656	656	Unch
	Latur (Expeller Oil)	665	665	Unch
	Chellakere (Expeller Oil)	605	605	Unch
	Erode (Expeller Oil)	670	670	Unch
Groundnut Oil	Rajkot	870	870	Unch
	Chennai	880	870	10
	Delhi	980	980	Unch
	Hyderabad *	910	960	-50
	Mumbai	940	940	Unch
	Gondal	870	880	-10
	Jamnagar	890	890	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	712	705	7
	Jaipur (Kacchi Ghani Oil)	748	745	3
	Kota (Expeller Oil)	705	705	Unch
	Kota (Kacchi Ghani Oil)	740	730	10
	Neewai (Expeller Oil)	715	712	3
	Neewai (Kacchi Ghani Oil)	735	735	Unch
	Bharatpur (Kacchi Ghani Oil)	770	760	10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	710	705	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	735	725	10
	Mumbai (Expeller Oil)	710	710	Unch
	Kolkata(Expeller Oil)	820	820	Unch



	New Delhi (Expeller Oil)	755	745	10
	Hapur (Expeller Oil)	780	800	-20
	Hapur (Kacchi Ghani Oil)	850	860	-10
	Agra (Kacchi Ghani Oil)	775	765	10
Refined Cottonseed Oil	Rajkot	660	655	5
	Hyderabad	615	615	Unch
	Mumbai	670	662	8
	New Delhi	650	640	10
Coconut Oil	Kangayan (Crude)	1200	1200	Unch
	Cochin	1290	1280	10
	Trissur	NA	NA	-
Sesame Oil	New Delhi	800	800	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	740	740	Unch
Rice Bran Oil (40%)	New Delhi	515	520	-5
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	590	590	Unch
Malaysia Palmolein USD/MT	FOB	680	680	Unch
	CNF India	693	690	3
Indonesia CPO USD/MT	FOB	658	660	-2
	CNF India	690	693	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	673	675	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	620	620	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1100	1100	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	620	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	1065	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	805	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	748	740	8
Argentina FOB (\$/MT)		10-Jul-17	8-Jul-17	Change
Crude Soybean Oil Ship		755	Closed	-
Refined Soy Oil (Bulk) Ship		781	Closed	-
Sunflower Oil Ship		715	Closed	-
Cottonseed Oil Ship		735	Closed	-
Refined Linseed Oil (Bulk) Ship		775	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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