



Domestic Fundamentals:

- Weak sentiments featured in various edible oils at varied key market centers Friday.
- Imports of edible oils showed big jump in June on the back of higher imports of CPO, RBD palmolein and sunflower oil. Palm oil imports grew 35 percent on back of demand ahead of Ramadan. Soy oil imports fell in June after strong April and May. Demand of RBD palmolein is steady due to inverted tax structure in Malaysia and favorable tax structure in India which supports its imports. SEA has asked from hike in import duty on crude edible oil at 20 percent and refined oils as 35 percent thereby maintaining a gap of 15 percent between crude and refined oils.
- Palm oil- Weakness in CBOT soy oil and RBD palmolein DALIAN along with appreciation of ringgit has led to fall in prices of palm oil in near term.
Weak exports of palm oil from Malaysia to top importing destination (India) are 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 due to low premium of soy oil over palm oil.
Production is expected to rebound in Malaysia after 8 percent fall in June as production picks up after arrival of Monsoon. Production fell June in Malaysia due to loss in production on labor shortage on Ramadan.
Stocks of palm oil are expected to increase in Malaysia in July on higher production and weak exports.
Appreciation of Ringgit will underpin prices in near term.
- Soy oil- USDA increased soy oil stocks in US in 2017/18 due to higher opening stocks and higher imports. Soybean exports from US to China rose y-o-y. China is expected to import 94 MMT of soybean in 2017/18 after imports of 91 MMT in 2016/17.
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. 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.
Weak crude oil will underpin soy oil prices in near term.
- According to Solvent Extractors Association (SEA), India's June edible oil imports rose 11.6 percent y-o-y to 12.94 lakh tons from 11.59 lakh tons in June 2016. Palm oil imports in June rose 34.9 percent y-o-y to 8.2 lakh tons from 6.08 lakh tons in June 2016. CPO Imports rose 38.4 percent y-o-y to 5.72 lakh tons from 4.16 lakh tons in June 2016. RBD palmolein imports rose 26.3 percent y-o-y to 2.40 lakh tons from 1.90 lakh tons in June 2016. Soy oil imports fell 24.6 percent y-o-y to 2.91 lakh tons from 3.86 lakh tons in June 2016. Sunflower oil imports rose 15 percent y-o-y to 1.69 lakh tons from 1.47 lakh ton in June 2016. Rapeseed (Canola) oil rose to 0.13 lakh tons in June compared to 0.18 lakh tons in June 2016.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Aug-17	3.50	639.00	643.80	636.25	642.50
Sep-17	4.35	637.50	657.00	637.50	644.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-17	24,670	-8010	56330	-350
Sep-17	4,860	660	10490	2650

Vol-OI are taken at 5:05 PM

Spread	Aug-17	Sep-17
Basis	-2.50	
Aug-17		1.50
Sep-17		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-17	5.00	478.50	485.60	477.50	484.70
Aug-17	5.70	473.20	481.00	472.10	480.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
July-17	1865	926	5041	293
Aug-17	1491	929	3506	232

Vol-OI are taken at 5:05 PM

Spread	July-17	Aug-17
Basis	5.3	
July-17		-4.7
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	0.04	32.94	33.2	32.89	33.11
15-Sep	0.05	33	33.32	33	33.24
15-Oct	0.05	33.04	33.41	33.04	33.33
15-Dec	0.03	33.24	33.63	33.24	33.53
15-Jan	0.03	33.41	33.77	33.41	33.69

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	26	2592	2638	2585	2637
15-Sep	9	2540	2573	2532	2568
15-Oct	11	2525	2555	2519	2551
15-Nov	7	2528	2555	2520	2551

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
14/07/2017	6.78	13333	4.29	16.94	64.53	3.21	95.66	46.68

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		14-Jul-17	13-Jul-17	
Refined Soybean Oil	Indore	640	640	Unch
	Indore (Soy Solvent Crude)	605	610	-5
	Mumbai	635	640	-5
	Mumbai (Soy Degum)	590	592	-2
	Kandla/Mundra	612	615	-3
	Kandla/Mundra (Soy Degum)	582	587	-5
	Kolkata	632	638	-6
	Delhi	660	660	Unch
	Nagpur	692	692	Unch
	Rajkot	608	610	-2
	Kota	625	635	-10
	Hyderabad	655	655	Unch
	Akola	682	684	-2
	Amrawati	681	683	-2
	Bundi	620	630	-10
	Jalna	687	689	-2
	Alwar	NA	NA	-
	Solapur	692	692	Unch
	Dhule	689	691	-2
Palm Oil	Kandla (Crude Palm Oil)	490	495	-5
	Kandla (RBD Palm oil)	512	518	-6
	Kandla RBD Pamolein	527	530	-3
	Kakinada (Crude Palm Oil)	475	475	Unch
	Kakinada RBD Pamolein	515	515	Unch



	Haldia Pamolein	532	535	-3
	Chennai RBD Pamolein	525	525	Unch
	KPT (krishna patnam) Pamolein	515	515	Unch
	Mumbai RBD Pamolein	532	535	-3
	Delhi	590	595	-5
	Rajkot	522	530	-8
	Hyderabad	499	499	Unch
	Mangalore RBD Pamolein	525	525	Unch
	PFAD (Kandla)	420	425	-5
	Refined Palm Stearin (Kandla)	460	460	Unch
Refined Sunflower Oil	Chennai	640	640	Unch
	Mumbai	695	695	Unch
	Mumbai(Expeller Oil)	600	600	Unch
	Kandla (Ref.)	665	670	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	656	656	Unch
	Latur (Expeller Oil)	665	665	Unch
	Chellakere (Expeller Oil)	610	610	Unch
	Erode (Expeller Oil)	670	670	Unch
Groundnut Oil	Rajkot	875	880	-5
	Chennai	900	900	Unch
	Delhi	930	900	30
	Hyderabad *	910	930	-20
	Mumbai	940	940	Unch
	Gondal	870	870	Unch
	Jamnagar	880	880	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	715	715	Unch
	Jaipur (Kacchi Ghani Oil)	746	748	-2
	Kota (Expeller Oil)	690	705	-15
	Kota (Kacchi Ghani Oil)	745	745	Unch
	Neewai (Expeller Oil)	713	713	Unch
	Neewai (Kacchi Ghani Oil)	732	732	Unch
	Bharatpur (Kacchi Ghani Oil)	760	760	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	715	715	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	738	738	Unch
	Mumbai (Expeller Oil)	720	710	10
	Kolkata(Expeller Oil)	820	820	Unch



	New Delhi (Expeller Oil)	750	750	Unch
	Hapur (Expeller Oil)	780	780	Unch
	Hapur (Kacchi Ghani Oil)	850	850	Unch
	Agra (Kacchi Ghani Oil)	765	765	Unch
Refined Cottonseed Oil	Rajkot	660	662	-2
	Hyderabad	630	630	Unch
	Mumbai	678	680	-2
	New Delhi	650	650	Unch
Coconut Oil	Kangayan (Crude)	1250	1225	25
	Cochin	1300	1300	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	800	800	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	730	740	-10
Rice Bran Oil (40%)	New Delhi	510	510	Unch
Rice Bran Oil (4%)	Punjab	570	590	-20
Rice Bran Oil (4%)	Uttar Pradesh	570	590	-20
Malaysia Palmolein USD/MT	FOB	668	673	-5
	CNF India	675	683	-8
Indonesia CPO USD/MT	FOB	650	658	-8
	CNF India	675	683	-8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	660	668	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	615	618	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1075	1090	-15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	615	618	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	1070	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	805	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	785	795	-10
Argentina FOB (\$/MT)		13-Jul-17	12-Jul-17	Change
Crude Soybean Oil Ship		740	749	-9
Refined Soy Oil (Bulk) Ship		766	779	-13
Sunflower Oil Ship		715	715	Unch
Cottonseed Oil Ship		720	729	-9
Refined Linseed Oil (Bulk) Ship		760	769	-9
* 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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