

**Domestic Fundamentals:**

- Mostly weak sentiment featured in various edible oils at various key market centers Friday.
- Palm oil- Expectation of rise in end stocks of palm oil in July due to strong rise in production and slow rate of growth of exports will underpin palm oil prices in near term.
Production is expected to rebound in Malaysia in July after fall in June as production picks up after arrival of Monsoon. Moreover, labour supply has increased after Ramadan which will support production. Lagged effect of El Nino have pushed peak harvest season to October which will increase stocks in Malaysia. Production will rise on seasonal uptrend of production and diminishing effect of EL Nino.
Exports rose 4-5 percent from Malaysia in July on higher buying by EU and China.
Fall in CBOT soy oil and DALIAN RBD palmolein are expected to underpin prices.
Demand from China is expected to be robust in coming months as CNGOIC has stated that it will import 450,000 tons of palm oil refurbish stocks and improve stock position. Average stocks of palm oil at Chinese ports are half the normal levels.
Appreciation of Ringgit poses threat towards palm oil prices in near to medium term.
Fall in crude oil prices will underpin prices in near term.
- Soy oil- Rebound in weather conditions in US Midwest and return of wet weather and lower temperatures will underpin soy oil prices in near term. Forecast of good weather in pod filling stage will support the crop.
Better than expected soybean crop condition in US Midwest is expected to underpin soybean complex prices. Good to excellent condition of crops increased 2 basis points from last week to 59 percent. Other parameters of crop is ahead of 5-year average.
Weather is going to play major role in near to medium term.
US EPA is expected to announce rejection of US bio-fuels program rejection the amendments proposed by US administration. The proposal intended shifting of blending to blenders from refiners.
Last week US Supreme Court ruled on EPA misinterpretation 2005 energy policy act of how much renewable fuel is blended with fuel. Rather than considering how much bio-fuel supply was available to refiners and importers, the EPA considered how much demand consumers expressed for renewable fuels.
Soy oil stocks fell in US in June as reported by NOPA due to lower crush of soybean. Stocks were lower by 2.63 m-o-m and 14.2 percent y-o-y. Lower soy oil stocks in US will support soy oil prices in medium term.
Fall in crude oil prices will underpin soy oil prices in near term. Prices are in a range.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July palm oil exports rose 4.1 percent to 1,260,143 tons compared to 1,210,359 tons in last month. Top buyers were European Union at 352,370 tons (245,163 tons), China at 191,234 tons (65,500 tons), India at 162,100 tons (238,350 tons), United States at 77,241 tons (69,082 tons) and Pakistan at 43,000 tons (78,830 tons). Values in brackets are figures of last month.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Aug-17	-0.70	638.70	640.60	637.70	638.60
Sep-17	1.35	642.95	646.30	642.95	645.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-17	12,910	-8150	33660	-1590
Sep-17	15,070	-4390	49090	3570

Vol-OI are taken at 5:05 PM

Spread	Aug-17	Sep-17
Basis	-3.60	
Aug-17		6.40
Sep-17		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-17	2.80	475.20	482.40	475.20	480.70
Sep-17	2.90	476.20	482.10	476.20	481.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-17	988	-1527	3626	-315
Sep-17	300	-452	2039	86

Vol-OI are taken at 5:05 PM

Spread	Aug-17	Sep-17
Basis	6.3	
Aug-17		0.3
Sep-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	0.03	33.37	33.42	33.37	33.41
15-Sep	0.06	33.46	33.62	33.28	33.54
15-Oct	0.06	33.58	33.74	33.4	33.66
15-Dec	0.09	33.79	33.95	33.6	33.89
15-Jan	0.08	33.93	34.08	33.75	34.03

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	2	2576	2605	2576	2590
15-Sep	6	2595	2620	2589	2601
15-Oct	2	2604	2627	2598	2608
15-Nov	1	2622	2634	2609	2616

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/08/2017	6.72	13251	4.278	17.66	63.69	3.11	92.82	48.84

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Aug-17	3-Aug-17	
Refined Soybean Oil	Indore	635	640	-5
	Indore (Soy Solvent Crude)	602	608	-6
	Mumbai	640	645	-5
	Mumbai (Soy Degum)	585	592	-7
	Kandla/Mundra	615	615	Unch
	Kandla/Mundra (Soy Degum)	582	585	-3
	Kolkata	635	632	3
	Delhi	655	665	-10
	Nagpur	689	689	Unch
	Rajkot	612	610	2
	Kota	630	630	Unch
	Hyderabad	660	660	Unch
	Akola	682	682	Unch
	Amrawati	681	681	Unch
	Bundi	632	632	Unch
	Jalna	687	687	Unch
	Alwar	NA	NA	-
	Solapur	689	689	Unch
	Dhule	688	688	Unch
Palm Oil	Kandla (Crude Palm Oil)	487	490	-3
	Kandla (RBD Palm oil)	510	520	-10
	Kandla RBD Pamolein	525	530	-5
	Kakinada (Crude Palm Oil)	470	470	Unch
	Kakinada RBD Pamolein	518	522	-4



	Haldia Pamolein	532	535	-3
	Chennai RBD Pamolein	525	530	-5
	KPT (krishna patnam) Pamolein	518	520	-2
	Mumbai RBD Pamolein	532	537	-5
	Delhi	580	580	Unch
	Rajkot	520	520	Unch
	Hyderabad	485	489	-4
	Mangalore RBD Pamolein	525	530	-5
	PFAD (Kandla)	420	425	-5
	Refined Palm Stearin (Kandla)	450	460	-10
Refined Sunflower Oil	Chennai	640	640	Unch
	Mumbai	700	700	Unch
	Mumbai(Expeller Oil)	605	605	Unch
	Kandla (Ref.)	670	675	-5
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	646	646	Unch
	Latur (Expeller Oil)	660	660	Unch
	Chellakere (Expeller Oil)	610	610	Unch
	Erode (Expeller Oil)	670	670	Unch
Groundnut Oil	Rajkot	815	825	-10
	Chennai	900	900	Unch
	Delhi	900	900	Unch
	Hyderabad *	900	900	Unch
	Mumbai	870	880	-10
	Gondal	815	815	Unch
	Jamnagar	815	815	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	735	735	Unch
	Jaipur (Kacchi Ghani Oil)	765	771	-6
	Kota (Expeller Oil)	730	730	Unch
	Kota (Kacchi Ghani Oil)	760	765	-5
	Neewai (Expeller Oil)	725	735	-10
	Neewai (Kacchi Ghani Oil)	745	755	-10
	Bharatpur (Kacchi Ghani Oil)	760	770	-10
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	730	730	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	755	760	-5
	Mumbai (Expeller Oil)	760	760	Unch
	Kolkata(Expeller Oil)	840	840	Unch



	New Delhi (Expeller Oil)	760	755	5
	Hapur (Expeller Oil)	776	776	Unch
	Hapur (Kacchi Ghani Oil)	820	820	Unch
	Agra (Kacchi Ghani Oil)	765	775	-10
Refined Cottonseed Oil	Rajkot	670	677	-7
	Hyderabad	640	635	5
	Mumbai	695	695	Unch
	New Delhi	660	660	Unch
Coconut Oil	Kangayan (Crude)	1320	1300	20
	Cochin	1355	1345	10
	Trissur	NA	NA	-
Sesame Oil	New Delhi	770	770	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	740	740	Unch
Rice Bran Oil (40%)	New Delhi	480	480	Unch
Rice Bran Oil (4%)	Punjab	560	560	Unch
Rice Bran Oil (4%)	Uttar Pradesh	560	560	Unch
Malaysia Palmolein USD/MT	FOB	645	648	-3
	CNF India	668	670	-2
Indonesia CPO USD/MT	FOB	640	645	-5
	CNF India	668	675	-7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	638	643	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	620	620	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1170	1180	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	610	613	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	1135	-
Ukraine Origin CSFO USD/MT Kandla	CIF	815	815	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	732	734	-2
Argentina FOB (\$/MT)		3-Aug-17	1-Aug-17	Change
Crude Soybean Oil Ship		740	745	-5
Refined Soy Oil (Bulk) Ship		766	771	-5
Sunflower Oil Ship		720	725	-5
Cottonseed Oil Ship		720	725	-5
Refined Linseed Oil (Bulk) Ship		760	765	-5
* 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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