



Domestic Fundamentals:

- Edible oil prices witnessed weak tone at various markets centers on Friday.
- Palm oil: Palm oil prices are underpinned by expectation of slower than expected fall in end stocks of palm oil in Malaysia in May, fall in exports of palm oil from Malaysia in June, flat production of palm oil in Malaysia in May and fall in competitive oils prices.
Exports of palm oil are expected fall in June on weak demand from India and weak demand after Ramadan. Exports fell 8-10 percent in May on weak lifting by India despite firm lifting by China. Demand from India is expected to remain weak in June from India due to depreciation of Rupee, weak demand and high stocks of palm oil at its ports. There is disparity in imports of palm oil in India which will lead to lower import demand. Also, expectation of increase in import duty on soy oil and sunflower supported prices.
Production will remain flat in May in Malaysia on many days lost due to Ramadan after weak April. Production is expected to firm up from June in Malaysia on seasonal uptrend of production.
Competitive oils like CBOT soy oil and RBD palmolein DALIAN is expected to fall.
Palm oil demand from China is expected to fall on dilution of soybean state reserves.
Rise in crude oil prices and depreciation of Ringgit will support palm oil prices.
- Soy oil: Soy oil prices are expected to fall on weak demand in India due to rise in temperatures and decreasing pressure on import parity of soy oil imports due to fall in international prices of soy oil and appreciation of Rupee.
CBOT soy oil is expected to fall on trade tension with US, fall in soybean complex prices due to better than expected planting of soybean in US, higher stocks of soy oil in US as reported by NOPA.
Imports of soybean surged in China in May after weak demand for 2 months due to trade dispute with US. As the supply of soybean surged from Brazil, demand from China firmed. Import demand from China usually remains high in May.
Soybean crop in Argentina in 2017/18 has been further reduced by Rosario Exchange to 35 MMT from 37 MMT citing flooding conditions after drought which brought down yield.
Rise in crude oil prices oil prices is expected support soy oil prices.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's May palm oil exports fell 9.9 percent to 1,199,876 tons compared to 1,331,564 tons last month. Top buyers are European Union at 280,563 tons (294,573 tons), China at 190,903 tons (141,130 tons), Pakistan at 102,400 tons (100,100 tons), India at 91,920 tons (253,155 tons) and United States at 74,500 tons (50,770 tons). Values in brackets are figures of last month.
- In the weekly USDA crop progress report released on 04 June; Soybeans planting are reported at 87% which is up from 81% from the corresponding period last year and higher compared to the 5 year average of 75%. About 68% of the crop has emerged which is higher than 55% during the corresponding period last year and also up from the 5 year average of 52%. About 75% of the soybean planted crop is under good to excellent condition.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
June-18	-4.75	750.00	751.70	746.35	747.05
July-18	-2.55	760.00	763.00	758.55	760.30

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
June-18	8,770	-1070	40780	-1360
July-18	14,810	5140	39350	1940

Vol-OI are taken at 5:05

Spread	June-18	July-18
Basis	-2.05	
June-18		13.25
July-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-18	-1.10	646.30	646.80	643.20	644.90
July-18	-1.00	644.60	646.10	642.80	644.90

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
June-18	705	419	5658	-287
July-18	435	191	1722	79

Vol-OI are taken at 5:05 PM

Spread	June-18	July-18
Basis	6.1	
June-18		0
July-18		

* 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	-0.20	30.57	30.67	30.38	30.4
15-Aug	-0.18	30.73	30.77	30.51	30.54
15-Sep	-0.19	30.88	30.89	30.66	30.69
15-Oct	-0.17	31.01	31.01	30.82	30.85
15-Dec	-0.16	31.36	31.43	31.17	31.2

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-16	2382	2391	2370	2378
15-July	-20	2380	2380	2363	2369
15-Aug	-22	2378	2382	2360	2366
15-Sep	-24	2380	2383	2362	2368

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
08/06/2018	6.41	13985	3.988	24.98	67.12	3.90	93.80	65.59

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		8-Jun-18	7-Jun-18	
Refined Soybean Oil	Indore	745	745	Unch
	Indore (Soy Solvent Crude)	710	715	-5
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	697	700	-3
	Kandla/Mundra	726	730	-4
	Kandla/Mundra (Soy Degum)	702	702	Unch
	Kolkata	745	745	Unch
	Delhi	780	780	Unch
	Nagpur	747	750	-3
	Rajkot	725	728	-3
	Kota	740	745	-5
	Hyderabad	NR	NR	-
	Akola	750	750	Unch
	Amrawati	750	750	Unch
	Bundi	745	740	5
	Jalna	753	755	-2
	Alwar	NA	NA	-
	Solapur	741	741	Unch
	Dhule	747	747	Unch
Palm Oil*	Kandla (Crude Palm Oil)	684	686	-2
	Kandla (RBD Palm oil)	709	714	-5
	Kandla RBD Pamolein	746	751	-5
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	751	751	Unch
	Haldia Pamolein	751	751	Unch

	Chennai RBD Pamolein	760	760	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	823	824	-1
	KPT (krishna patnam) Pamolein	743	743	Unch
	Mumbai RBD Pamolein	761	761	Unch
	Mangalore RBD Pamolein	756	756	Unch
	Tuticorin (RBD Palmolein)	772	772	Unch
	Delhi	785	790	-5
	Rajkot	746	748	-2
	Hyderabad	NR	NR	-
	PFAD (Kandla)	436	436	Unch
	Refined Palm Stearin (Kandla)	525	525	Unch
	Superolien (Kandla)	777	777	Unch
	Superolien (Mumbai)	803	803	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	750	750	Unch
	Mumbai	770	780	-10
	Mumbai(Expeller Oil)	700	700	Unch
	Kandla (Ref.)	740	740	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NR	NR	-
	Latur (Expeller Oil)	750	750	Unch
	Chellakere (Expeller Oil)	725	725	Unch
	Erode (Expeller Oil)	785	785	Unch
Groundnut Oil	Rajkot	780	800	-20
	Chennai	840	840	Unch
	Delhi	850	850	Unch
	Hyderabad *	868	865	3
	Mumbai	825	825	Unch
	Gondal	790	790	Unch
	Jamnagar	790	790	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	795	-10
	Jaipur (Kacchi Ghani Oil)	805	806	-1
	Kota (Expeller Oil)	785	780	5
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	785	785	Unch
	Neewai (Kacchi Ghani Oil)	795	795	Unch
	Bharatpur (Kacchi Ghani Oil)	810	820	-10
	Alwar (Expeller Oil)	NR	NR	-
	Alwar (Kacchi Ghani Oil)	NR	NR	-
	Sri-Ganga Nagar(Exp Oil)	795	795	Unch



	Sri-Ganga Nagar (Kacchi Ghani Oil)	810	810	Unch
	Mumbai (Expeller Oil)	780	780	Unch
	Kolkata(Expeller Oil)	694	NA	-
	New Delhi (Expeller Oil)	812	815	-3
	Hapur (Expeller Oil)	NR	NR	-
	Hapur (Kacchi Ghani Oil)	NR	NR	-
	Agra (Kacchi Ghani Oil)	815	825	-10
Refined Cottonseed Oil	Rajkot	732	733	-1
	Hyderabad	NR	NR	-
	Mumbai	752	755	-3
	New Delhi	730	730	Unch
Coconut Oil	Kangayan (Crude)	1770	1770	Unch
	Cochin	1820	1820	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	1000	1000	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	515	500	15
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	625	630	-5
	CNF India	640	643	-3
Indonesia CPO USD/MT	FOB	610	610	Unch
	CNF India	633	635	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	623	625	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	610	613	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	960	980	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	500	500	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	905	-
Ukraine Origin CSFO USD/MT Kandla	CIF	787	790	-3
Rapeseed Oil Rotterdam Euro/MT	FOB	860	860	Unch
Argentina FOB (\$/MT)		7-Jun-18	6-Jun-18	Change
Crude Soybean Oil Ship		680	682	-2
Refined Soy Oil (Bulk) Ship		704	706	-2
Sunflower Oil Ship		720	720	Unch



Cottonseed Oil Ship	660	662	-2
Refined Linseed Oil (Bulk) Ship	NA	NA	-
* indicates including GST			

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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2018 Indian Agribusiness Systems Pvt Ltd.