

Domestic Fundamentals:

- Edible oil prices noticed weak tone at various markets centers on Tuesday.
- Palm oil: Palm oil prices are underpinned by slower than expected fall in end stocks of palm oil in Malaysia in May, fall in exports of palm oil from Malaysia in June, higher than expected production of palm oil in Malaysia in May and fall in competitive oils prices.
Palm oil end stocks fell marginally in May in Indonesia due to lower than expected fall in production in Malaysia in May, higher than expected fall in exports from Malaysia in May. Production fell 2 percent in May while exports fell 15 percent.
Exports are expected to fall from Malaysia in June due to lower demand from top importing destinations.
Demand from India is expected to remain weak in June from India due to depreciation of Rupee, higher disparity in imports, weak demand and high stocks of palm oil at its ports.
Production will show fall in Malaysia in June on man days lost due to Ramadan. Production is expected to firm up from July in Malaysia on seasonal uptrend of production.
Competitive oils like CBOT soy oil and RBD palmolein DALIAN is expected to fall. Prices are in a range with weak bias.
- 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 and 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.
Depreciation of Argentina Peso is leading to decrease in basis over CBOT leading to lower FOB prices. This brings down import prices of soy oil. Prices are in range with weak bias.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's May palm oil stocks fell 0.51 percent to 21.70 lakh tons compared to 21.81 lakh tons in April. Production of palm oil in May fell 2.11 percent to 15.25 lakh tons compared to 15.58 lakh tons in April. Exports of palm oil in May fell 15.65 percent to 12.91 lakh tons compared to 15.30 lakh tons in April. Imports of palm oil in May fell 9.44 percent to 0.32 lakh tons compared to 0.36 lakh tons in April. Fall in end stocks of palm is lower than trade estimates.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's June 1-10 palm oil exports fell 18.2 percent to 334,132 tons compared to 408,568 tons in corresponding period last month. Top buyers are European Union at 69,000 tons (136,745 tons), China at 39,700 tons (74,560 tons), Pakistan at 32,600 tons (0 tons), India at 18,670 tons (15,000 tons) and United States at 17,150 tons (0 tons). Values in brackets are figures of corresponding period last month.

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	-6.10	736.10	739.50	734.00	734.20
July-18	-8.85	751.00	752.00	743.55	744.00

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
June-18	7,300	320	31960	-5530
July-18	24,950	6820	48410	4420

Vol-OI are taken at 5:05

Spread	June-18	July-18
Basis	10.80	
June-18		9.80
July-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-18	-6.20	640.00	642.50	633.50	635.50
July-18	-6.60	640.00	640.30	632.50	634.00

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
June-18	1385	185	4719	-439
July-18	631	-190	2771	357

Vol-OI are taken at 5:05 PM

Spread	June-18	July-18
Basis	13.5	
June-18		-1.5
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	-0.11	30.6	30.73	30.39	30.47
15-Aug	-0.1	30.75	30.84	30.51	30.6
15-Sep	-0.14	30.83	30.93	30.68	30.7
15-Oct	-0.08	31.01	31.1	30.81	30.89
15-Dec	-0.12	31.29	31.42	31.11	31.17

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-43	2335	2335	2316	2330
15-July	-33	2363	2365	2324	2329
15-Aug	-34	2362	2366	2323	2326
15-Sep	-29	2363	2366	2326	2331

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/06/2018	6.40	13938	3.995	26.06	67.42	3.71	93.66	64.92

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Jun-18	11-Jun-18	
Refined Soybean Oil	Indore	745	745	Unch
	Indore (Soy Solvent Crude)	710	710	Unch
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	692	692	Unch
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	695	697	-2
	Kolkata	742	742	Unch
	Delhi	770	775	-5
	Nagpur	741	745	-4
	Rajkot	716	720	-4
	Kota	740	740	Unch
	Hyderabad	NR	NR	-
	Akola	742	747	-5
	Amrawati	742	747	-5
	Bundi	730	742	-12
	Jalna	747	750	-3
	Alwar	NA	NA	-
	Solapur	739	740	-1
	Dhule	741	743	-2
Palm Oil*	Kandla (Crude Palm Oil)	681	681	Unch
	Kandla (RBD Palm oil)	709	709	Unch
	Kandla RBD Pamolein	746	746	Unch
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	748	748	Unch
	Haldia Pamolein	748	748	Unch

	Chennai RBD Pamolein	751	751	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	814	814	Unch
	KPT (krishna patnam) Pamolein	740	740	Unch
	Mumbai RBD Pamolein	756	756	Unch
	Mangalore RBD Pamolein	754	754	Unch
	Tuticorin (RBD Palmolein)	754	754	Unch
	Delhi	775	780	-5
	Rajkot	737	741	-4
	Hyderabad	NR	NR	-
	PFAD (Kandla)	436	436	Unch
	Refined Palm Stearin (Kandla)	525	525	Unch
	Superolien (Kandla)	772	772	Unch
	Superolien (Mumbai)	798	798	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	745	750	-5
	Mumbai	770	770	Unch
	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)	720	720	Unch
	Erode (Expeller Oil)	780	780	Unch
Groundnut Oil	Rajkot	790	790	Unch
	Chennai	840	840	Unch
	Delhi	850	850	Unch
	Hyderabad *	865	868	-3
	Mumbai	825	825	Unch
	Gondal	785	785	Unch
	Jamnagar	785	780	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	785	Unch
	Jaipur (Kacchi Ghani Oil)	801	802	-1
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	781	780	1
	Neewai (Kacchi Ghani Oil)	790	790	Unch
	Bharatpur (Kacchi Ghani Oil)	810	810	Unch
	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)	692	740	-48
	New Delhi (Expeller Oil)	810	810	Unch
	Hapur (Expeller Oil)	NR	NR	-
	Hapur (Kacchi Ghani Oil)	NR	NR	-
	Agra (Kacchi Ghani Oil)	815	815	Unch
Refined Cottonseed Oil	Rajkot	733	732	1
	Hyderabad	NR	NR	-
	Mumbai	752	752	Unch
	New Delhi	725	725	Unch
Coconut Oil	Kangayan (Crude)	1770	1770	Unch
	Cochin	1810	1810	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	510	510	Unch
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	615	620	-5
	CNF India	628	640	-12
Indonesia CPO USD/MT	FOB	605	605	Unch
	CNF India	635	630	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	610	618	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	608	610	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	955	965	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	495	495	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	910	-
Ukraine Origin CSFO USD/MT Kandla	CIF	788	795	-7
Rapeseed Oil Rotterdam Euro/MT	FOB	860	860	Unch
Argentina FOB (\$/MT)		11-Jun-18	9-Jun-18	Change
Crude Soybean Oil Ship		679	Closed	-
Refined Soy Oil (Bulk) Ship		703	Closed	-
Sunflower Oil Ship		718	Closed	-

Cottonseed Oil Ship	659	Closed	-
Refined Linseed Oil (Bulk) Ship	NA	Closed	-
<i>* indicates including GST</i>			

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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