

**Domestic Fundamentals:**

- Edible oil prices across physical market lost value over weak demand in local market and lack of strong bullish cues from international market. NCDEX refined soy oil futures gained on fresh buying support and initial positive cues from US soy oil market till the time report was written. MCX CPO too gained in the day's session whereas Malaysian CPO futures remained flat. US China trade dispute is the key reason for the bearishness in entire soy complex and repercussion in the CPO market
- Post Eid festival FFBs harvesting operation is expected to accelerate and awaiting harvest is expected to result in spurt in production. It will be crucial to see MPOA production pace for 1-20th Jun'18 which would decide overall production number for Jun'18. Malaysia palm oil production for Jun'18 can be 1.62 MMT against 1.52 MMT in previous month.
- With reported poor exports demand the Malaysian palm oil stocks should range between 2.25 to 2.3 million tons by end of June.
- With the duty hike in the soft oils the spreads between the palm oil and soft oil has widened further and thus giving even brighter prospects for the incremental palm oil imports. The total palm oil import for the 2018-19 oil year can exceed 98 lakh tons moving forward.
- US FED had raised the interest rates by 25bp, as widely expected, bringing the fed funds target range to 1.75 to 2%. Further, FED had also indicated that two more increases are likely this year. Such move has resulted in weakening Malaysian ringgit which might lend some support palm oil prices.
- Further traders and investors are eyeing upcoming OPEC meeting on 22nd Jun which will decide in the further action in crude oil and its ramifications in the veg oil basket.
- At soy oil front, US-China trade disputes and rising soy oil stocks in US over robust exports demand of soy meal and improved consumption of meal in domestic market has resulted in soy oil production to be higher y-o-y. Limited off take by soy biodiesel producers over uncertainties in any rebate from govt hasn't helped in rising voluntary demand of soy oil.
- The USDA crop progress report for week ending June 17th shows 73% of the soybeans crop is in good and excellent condition. That's 1% down from last week. Overall the US crop is faring well and thus the bearish sentiments remained intact in the entire soy complex.

**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
July-18	6.10	740.10	746.40	740.10	744.50
Aug-18	5.45	745.5	750.0	745.0	747.6

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
July-18	16800	1,770	54320	-760
Aug-18	3540	-450	10260	1,050

Vol-OI are taken at 5:05

Spread	July-18	Aug-18
Basis		
July-18		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
June-18	-7.60	630.7	634.0	629.70	631.20
July-18	-7.40	627.0	631.20	627.0	628.70

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
June-18	418	-452	3496	-193
July-18	542	-267	3867	300

Vol-OI are taken at 5:05 PM

Spread	June-18	July-18
Basis		
June-18		
July-18		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-July	0.27	29.0	29.12	28.95	29.12
15-Aug	0.26	29.12	29.24	29.07	29.23
15-Sep	0.24	29.27	29.37	29.22	29.36
15-Oct	0.23	29.40	29.51	29.38	29.50
15-Dec	0.23	29.67	29.84	29.66	29.81

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-July	3	2266	2250	2250	2267
15-Aug	-5	2264	2248	2248	2259
15-Sep	-3	2264	2247	2247	2260
15-Oct	-2	2267	2252	2252	2267

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
19/06/2018	6.4733	14100	4.0038	27.570	68.075	3.7474	94.83	64.91

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		20-Jun-18	19-Jun-18	
Refined Soybean Oil	Indore	740	745	-5
	Indore (Soy Solvent Crude)	700	710	-10
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	700	705	-5
	Kandla/Mundra	730	735	-5
	Kandla/Mundra (Soy Degum)	700	702	-2
	Kolkata	735	740	-5
	Delhi	780	777	3
	Nagpur	753	754	-1
	Rajkot	725	725	Unch
	Kota	740	740	Unch
	Hyderabad	NR	NR	-
	Akola	753	755	-2
	Amrawati	753	755	-2
	Bundi	755	755	Unch
	Jalna	755	755	Unch
	Alwar	NA	NA	-
	Solapur	755	755	Unch
	Dhule	757	759	-2
Palm Oil*	Kandla (Crude Palm Oil)	671	675	-4
	Kandla (RBD Palm oil)	696	704	-7
	Kandla RBD Pamolein	737	740	-3
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	740	743	-3
	Haldia Pamolein	740	748	-7
	Chennai RBD Pamolein	746	751	-5



	Chennai RBD Pamolein (Vitamin A&D Fortified)	824	824	Unch
	KPT (krishna patnam) Pamolein	735	737	-2
	Mumbai RBD Pamolein	751	767	-16
	Mangalore RBD Pamolein	748	751	-3
	Tuticorin (RBD Palmolein)	746	754	-8
	Delhi	775	772	3
	Rajkot	735	735	Unch
	Hyderabad	NR	NR	-
	PFAD (Kandla)	415	416	-1
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	772	772	Unch
	Superolien (Mumbai)	798	798	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	780	780	Unch
	Mumbai	790	790	Unch
	Mumbai(Expeller Oil)	725	720	5
	Kandla (Ref.)	760	760	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NR	NR	-
	Latur (Expeller Oil)	750	750	Unch
	Chellakere (Expeller Oil)	715	715	Unch
	Erode (Expeller Oil)	825	825	Unch
Groundnut Oil	Rajkot	800	800	Unch
	Chennai	830	830	Unch
	Delhi	850	850	Unch
	Hyderabad *	855	865	-10
	Mumbai	830	830	Unch
	Gondal	810	810	Unch
	Jamnagar	810	810	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	800	-10
	Jaipur (Kacchi Ghani Oil)	815	812	3
	Kota (Expeller Oil)	785	780	5
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	790	790	Unch
	Neewai (Kacchi Ghani Oil)	800	798	2
	Bharatpur (Kacchi Ghani Oil)	810	815	-5
	Alwar (Expeller Oil)	NR	NR	-
	Alwar (Kacchi Ghani Oil)	NR	NR	-
	Sri-Ganga Nagar(Exp Oil)	785	790	-5
	Sri-Ganga Nagar (Kacchi	800	805	-5

	Ghani Oil)			
	Mumbai (Expeller Oil)	825	825	Unch
	Kolkata(Expeller Oil)	687	693	-6
	New Delhi (Expeller Oil)	820	814	6
	Hapur (Expeller Oil)	NR	NR	-
	Hapur (Kacchi Ghani Oil)	NR	NR	-
	Agra (Kacchi Ghani Oil)	815	820	-5
Refined Cottonseed Oil	Rajkot	740	735	5
	Hyderabad	NR	NR	-
	Mumbai	760	760	Unch
	New Delhi	720	720	Unch
Coconut Oil	Kangayan (Crude)	1725	1725	Unch
	Cochin	1800	1800	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	NR	NR	-
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	590	595	-5
	CNF India	620	623	-3
Indonesia CPO USD/MT	FOB	583	588	-5
	CNF India	613	615	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	590	595	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	590	590	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	945	945	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	485	483	2
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	865	-
Ukraine Origin CSFO USD/MT Kandla	CIF	775	780	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	950	950	Unch
Argentina FOB (\$/MT)		19-Jun-18	18-Jun-18	Change
Crude Soybean Oil Ship		686	689	-3
Refined Soy Oil (Bulk) Ship		710	713	-3
Sunflower Oil Ship		718	715	3
Cottonseed Oil Ship		666	669	-3

Refined Linseed Oil (Bulk) Ship	NA	NA	-
<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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