



Domestic Fundamentals:

- Edible oil prices witnessed mixed tone at various markets centers on Tuesday.
- Oilseeds sowing in current Kharif season are reported lower by 44 percent compared to corresponding period last year until last reports. Soybean sowing is down 44 percent, groundnut is down 48.6 percent. Sowing of soybean down due to lower realization of farmers. However, higher sowing of soybean was expected. Lower rains in Gujarat and lower remuneration of farmers in Gujarat is primarily responsible for the fall. This report may prompt trade and industry to prepare for higher imports if sowing fails to pickup.
- Palm oil- Palm oil prices are underpinned by expectation of slow fall in end stocks of palm oil in Malaysia in June on slower than expected fall in production of palm oil in Malaysia, higher fall in exports of palm oil from Malaysia and fall in competitive oils.
Exports of palm oil fell 10-12 percent in June, according to cargo surveyors AmSpec Agri and SGS. Fall in exports id due to lower rate of purchases by EU and Pakistan. Many locations purchased less as Ramadan is over and they are adequately stocked.
India and China purchased less in expectation of lower prices of palm oil.
China imported less due to higher supply of soybean in the country in June due to record imports. However, due to trade war with US, it is expected import more palm oil.
Palm oil production in Malaysia is expected to show slower than expected fall in June and sharp rise in July.
Competitive oils like CBOT soy oil is expected to fall on fears of trade war with China.
- Soy oil- Soy oil prices are supported by increase in import duty on sunflower oil by India which has resulted in increase in sun oil premium over soy oil resulting in renewed demand. Further, lower duty difference between soy oil and palm oil has led to fresh demand. Depreciation of Rupee has supported domestic soy oil prices. However, depreciation of Argentina Peso has brought down CNF prices of soy oil.
Trade war concerns between US and China is expected to underpin soybean complex prices.
Better than expected soybean crop condition in US is expected to underpin soy oil prices.
- In the weekly USDA crop progress report released on 2 July; Soybeans blooming are reported at 27% which is up from 17% from the corresponding period last year and higher compared to the 5 year average of 13%. About 71% of the soybean planted crop is under good to excellent condition which is up from 64% during the corresponding period last year.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's June palm oil exports fell 11.8 percent to 1,058,832 tons compared to 1,199,876 tons last month. Top buyers are European Union at 244,329 tons (280,563 tons), China at 178,080 tons (190,903 tons), India at 124,100 tons (91,920 tons), United States at 63,580 tons (74,500 tons) and Pakistan at 52,600 tons (102,400 tons), and Values in brackets are figures of 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
July-18	0.15	753.90	755.50	752.50	754.90
Aug-18	-0.10	758.00	760.85	757.00	759.05

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
July-18	11,080	-10130	37330	-1890
Aug-18	6,440	-5200	28060	1090

Vol-OI are taken at 5:05

Spread	July-18	Aug-18
Basis	-4.90	
July-18		4.15
Aug-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-18	0.40	632.00	634.50	631.00	634.20
Aug-18	-0.50	629.10	631.10	629.00	631.10

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
July-18	570	-697	5316	-63
Aug-18	118	-356	1990	59

Vol-OI are taken at 5:05 PM

Spread	July-18	Aug-18
Basis	4.8	
July-18		-3.1
Aug-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	0.04	28.81	28.81	28.81	28.81
15-Aug	-0.04	28.85	28.99	28.79	28.84
15-Sep	-0.05	29	29.09	28.9	28.95
15-Oct	-0.05	29.09	29.19	29.02	29.07
15-Dec	-0.06	29.34	29.48	29.28	29.33

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-July	-13	2287	2300	2282	2287
15-Aug	-18	2325	2330	2297	2315
15-Sep	-19	2327	2330	2296	2313
15-Oct	-14	2329	2333	2298	2314

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
4/07/2018	6.65	14382	4.047	28.27	68.57	3.91	94.69	74.83

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		3-Jul-18	2-Jul-18	
Refined Soybean Oil	Indore	750	750	Unch
	Indore (Soy Solvent Crude)	715	715	Unch
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	710	710	Unch
	Kandla/Mundra	741	735	6
	Kandla/Mundra (Soy Degum)	705	705	Unch
	Kolkata	735	735	Unch
	Delhi	785	780	5
	Nagpur	767	765	2
	Rajkot	735	735	Unch
	Kota	750	745	5
	Hyderabad	NR	NR	-
	Akola	765	761	4
	Amrawati	765	761	4
	Bundi	742	742	Unch
	Jalna	767	766	1
	Alwar	NA	NA	-
	Solapur	771	768	3
	Dhule	766	764	2
Palm Oil*	Kandla (Crude Palm Oil)	671	669	2
	Kandla (RBD Palm oil)	705	704	1
	Kandla RBD Pamolein	736	740	-4
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	746	746	Unch
	Haldia Pamolein	740	740	Unch

	Chennai RBD Pamolein	746	746	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	824	824	Unch
	KPT (Krishna patnam) Pamolein	735	735	Unch
	Mumbai RBD Pamolein	756	761	-5
	Mangalore RBD Pamolein	743	743	Unch
	Tuticorin (RBD Palmolein)	746	746	Unch
	Delhi	775	775	Unch
	Rajkot	735	735	Unch
	Hyderabad	NR	NR	-
	PFAD (Kandla)	404	404	Unch
	Refined Palm Stearin (Kandla)	557	557	Unch
	Superolien (Kandla)	761	767	-5
	Superolien (Mumbai)	788	793	-5
	* inclusive of GST			
Refined Sunflower Oil	Chennai	795	795	Unch
	Mumbai	810	800	10
	Mumbai(Expeller Oil)	750	745	5
	Kandla (Ref.)	770	770	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	800	795	5
	Latur (Expeller Oil)	770	770	Unch
	Chellakere (Expeller Oil)	715	710	5
	Erode (Expeller Oil)	825	825	Unch
Groundnut Oil	Rajkot	810	810	Unch
	Chennai	830	830	Unch
	Delhi	825	825	Unch
	Hyderabad *	855	865	-10
	Mumbai	840	840	Unch
	Gondal	810	810	Unch
	Jamnagar	800	810	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	810	805	5
	Jaipur (Kacchi Ghani Oil)	838	831	7
	Kota (Expeller Oil)	800	785	15
	Kota (Kacchi Ghani Oil)	815	810	5
	Neewai (Expeller Oil)	810	800	10
	Neewai (Kacchi Ghani Oil)	820	815	5
	Bharatpur (Kacchi Ghani Oil)	840	840	Unch
	Alwar (Expeller Oil)	NR	NR	-
	Alwar (Kacchi Ghani Oil)	NR	NR	-



	Sri-Ganga Nagar(Exp Oil)	805	800	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	815	5
	Mumbai (Expeller Oil)	825	820	5
	Kolkata(Expeller Oil)	900	900	Unch
	New Delhi (Expeller Oil)	830	833	-3
	Hapur (Expeller Oil)	NR	NR	-
	Hapur (Kacchi Ghani Oil)	NR	NR	-
	Agra (Kacchi Ghani Oil)	845	845	Unch
Refined Cottonseed Oil	Rajkot	755	755	Unch
	Hyderabad	NR	NR	-
	Mumbai	770	770	Unch
	New Delhi	720	725	-5
Coconut Oil	Kangayan (Crude)	1720	1740	-20
	Cochin	1780	1780	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1000	1000	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	Unq	Unq	-
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	595	598	-3
	CNF India	620	623	-3
Indonesia CPO USD/MT	FOB	585	590	-5
	CNF India	610	588	22
RBD Palm oil (Malaysia Origin USD/MT)	FOB	595	600	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	593	593	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1010	1025	-15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	493	493	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	970	-
Ukraine Origin CSFO USD/MT Kandla	CIF	790	790	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	745	720	25
Argentina FOB (\$/MT)		2-Jul-18	30-Jun-18	Change
Crude Soybean Oil Ship		675	Closed	-
Refined Soy Oil (Bulk) Ship		699	Closed	-
Sunflower Oil Ship		710	Closed	-

Cottonseed Oil Ship	655	Closed	-
Refined Linseed Oil (Bulk) Ship	Unq	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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