

Veg. Oil Weekly Research Report

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Executive Summary

Domestic Veg. Oil Market Summary

Edible oil witnessed mixed sentiment during the week on gains in CBOT soy oil and BMD CPO. Palm oil, rapeseed oil and coconut oil prices closed higher while groundnut oil closed sideways. Soy oil and sunflower oil closed lower.

On the currency front, Indian rupee against USD closed at 67.07, down 29 paise compared to the previous week. Factors to watch in the coming weeks will be movement of Indian rupee against US dollar and crude oil prices. Rupee is expected to depreciate and crude oil prices will rise.

We expect edible oil complex to trade sideways to firm tone in anticipation of firm demand. High stocks at port and in pipelines may underpin prices.

Recommendation:

Weekly Call - : Market participants are advised to go long in RSO above 630 levels for a target of 645 and 650 with a stop loss at 620 on closing basis. We expect refined soy oil at Indore (with VAT) to stay in the range of Rs 600-650 per 10 Kg in the near term.

Market participants are advised to go long in CPO above 500 for a target of 515 and 520 with a stop loss at 490 on closing basis. We expect CPO Kandla 5 percent (with VAT) to stay in the range of Rs 480-530 per 10 Kg in the near term.

International Veg. Oil Market Summary

According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July 1-15 palm oil exports rose 2.8 percent to 570,631 tons compared to 555,116 tons in corresponding period last month. Top buyers were European Union at 153,443 tons (86,220 tons), China at 88,356 tons (74,675 tons), India at 71,800 tons (55,070 tons), Pakistan at 20,000 tons (50,000 tons) and United States at 16,300 tons (2,000 tons). Values in brackets are figures of last month.

On the international front, US soybean crop condition, soy oil stocks in US, firm Chinese soybean demand and firm crude oil is bullish for the soy complex in the coming days.

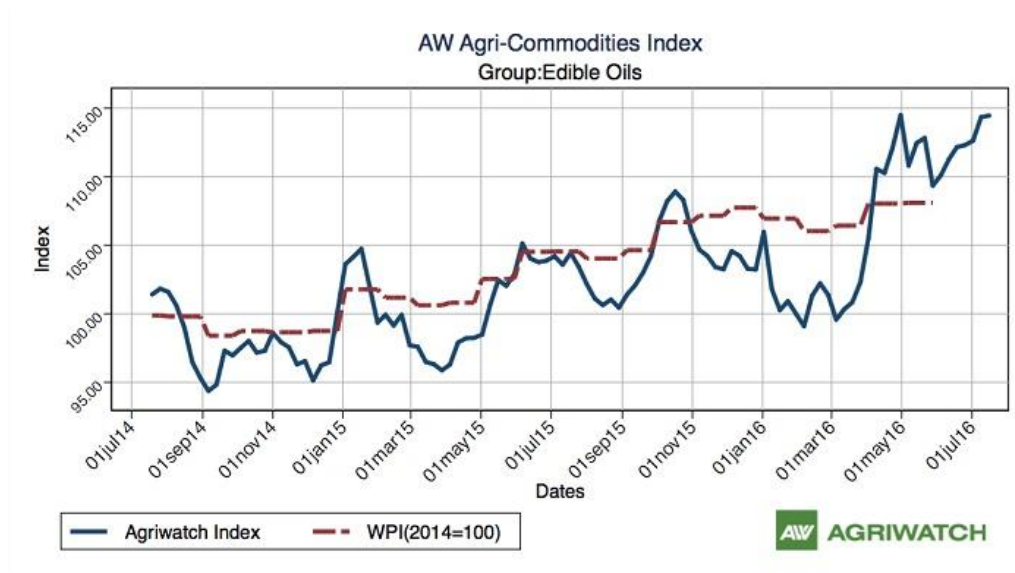
Weak Ringgit, Indian and Chinese demand, firm exports of palm oil from Malaysia, supportive biodiesel and tax policies in Southeast Asian countries will support CPO prices in near term. Global risk aversion may underpin prices in near term.

Agriwatch Index



- The Agriwatch Agri Commodities Index jumped 2.13% to 121.71 during the week ended July 16, 2016 from 119.17 during the previous week. The base for the Index and all sub-Indices is 2014 (= 100).
- Pulses led by chana and vegetables led by onion were the big weekly gainers with cereals and fibres also posting significant weekly gains. Only three of the nine sub-Indices within the main Index declined.

Agriwatch edible oil index

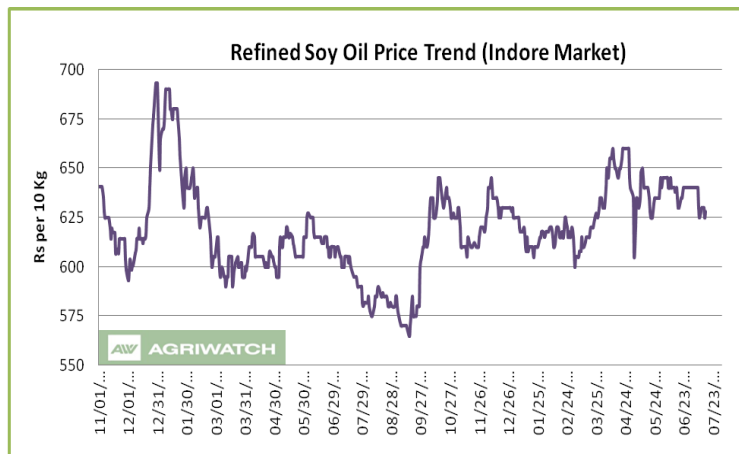


- Agriwatch edible oil index rose 0.10 percent last week to 114.45

"Agriwatch has recently launched its AW Agri Commodity Indices to enable organizations access independent Indices to track and use to benchmark their purchases and sales. The Indices are based on the daily prices in the key benchmark markets for each commodity that AW has been covering for the past decade. The indices include an Aggregate Index, Category Indices and individual commodity indices. The weekly indices are free to access on our website www.agriwatch.com. The daily indices are available on subscription. Please contact for more details."

Soy oil Fundamental Analysis and Outlook:-**Domestic Front**

- Soy oil featured downtrend at its benchmark market in Indore during the week on weak demand. Prices were unchanged in Mumbai while it was lower at Kolkata and Kandla/Mudra. CDSO prices closed higher at JNPT while it closed lower at Kandla/Mudra at the end of the week.
- Agriwatch View- Soy oil prices witnessed downtrend trend during the week on weak demand. Demand is weak as prices fell in India despite rise in prices in international markets. Fall in prices of soybean translated into lower prices. Further fall in soybean prices are expected which will underpin soy oil prices in near term. Prices of soy oil expected to improve on low premium of soy oil over palm oil at Rs 118 (Rs 130 last week) per 10 Kg. Weak refining margins may slow imports. Pick up in pace of sowing in Kharif season has affected sentiment. In USD terms, premium of soy oil over palm oil is low and was USD 105.5 (USD 110 last week) which will increase imports. Prices of soy oil are in a range.
- All India sowing of soybean has reached 95.62 lakh hectares as on 15 July 2016, compared to 95.66 lakh hectares in the corresponding period last year.
- Soy oil import scenario – According to SEA India imported 3.86 lakh tons of soy oil in June 2016 v/s 1.54 lakh tons in June 2015, up 150 percent y-o-y. In the oil year 2015-16 (November 2015-June 2016) imports of soy oil is reported at 28.05 lakh tons v/s 15.04 lakh tons in corresponding period last oil year, higher by 86.5 percent y-o-y. In the period November 2015-June 2016, share of soft oil in imports has risen from 33 percent to 42 percent.
- According to Solvent Extractors Association (SEA), India's June edible oil imports rose 14.3 percent y-o-y to 11.59 lakh tons from 10.13 lakh tons in June 2015. Palm oil imports fell 17.3 percent y-o-y to 6.07 lakh tons y-o-y from 7.34 lakh tons in June 2015. CPO Imports fell by 27.3 percent y-o-y to 4.16 lakh tons from 5.71 lakh tons in June 2015. RBD palmolein imports rose by 28.4 percent y-o-y to 1.9 lakh tons from 1.48 lakh tons in June 2015. Soy oil imports rose 150 percent y-o-y to 3.86 lakh tons from 1.54 lakh tons in June 2015. Sunflower oil imports rose by 40 percent y-o-y to 1.47 lakh tons from 1.05 lakh ton in June 2015. Rapeseed (Canola) oil imports fell by 10 percent y-o-y to 0.18 lakh tons from 0.20 lakh tons in June 2015.
- According to Solvent Extractors Association (SEA), India's June edible oil stocks at ports and pipelines was marginally lower m-o-m at 23.2 lakh tons from 23.3 lakh tons in May 2016. Stocks of edible oil at ports were at 878,000 tons (CPO 280,000 tons, RBD Palmolein 180,000 tons, Degummed Soybean Oil 300,000 tons, Crude Sunflower Oil 105,000 tons and 13,000 tons of Rapeseed (Canola) Oil) and about 1,442,000 tons in pipelines. India is presently holding 42 days of edible oil requirement on 1st July, 2016 at 23.2 lakh tons marginally lower from last month. India's monthly edible oil requirement is 16.5 lakh tons per month.



- Imported crude soy oil CIF at West coast port is offered at USD 743 (USD 735) per ton for JJA delivery. September delivery is offered at USD 743 (USD 735) per ton as on July 15, 2016. Last month, CIF CDSO June average price was USD 768.8 per ton.
- On the parity front, margins were at disparity during the week and we expect disparity in margins in coming days. Currently refiners lose USD 35-40/ton v/s loss of USD 40-45/ton (last month) margin in processing the imported Soybean Oil (Argentina Origin).
- We expect soy oil to trade sideways to firm in the coming days.

International Front

Agriwatch view – USDA reported lower end stocks of soy oil in U.S. in 2016/17 on lower opening stocks and higher biodiesel use partially set off by higher production of soy oil.

NOPA reported lower stock of soy oil in U.S. in June compared to May on higher production of soy oil due to lower crush of soybean. Lower stocks of soy oil will support soy oil prices in near term.

Soybean crop condition is very good in US and soil moisture is good to support crop in growth phase. However, weather projection show that weather in US Midwest will stay above normal in July after hottest June in history. Weather is being watched to see whether La Nina weather phenomena is expected to be active or it is expected by fall and winter. Weather will play major role in crop condition in future.

USDA increased planted area for 2016/17 to record 83.7 million acres in its July estimate. Production is revised higher partially set off by higher crush, higher exports and lower opening stocks. 2016/17 end stocks estimate was increased despite higher exports. However, U.S. 2015/16 soybean exports are raised due to lower crops in Brazil and Argentina and on appreciation of Brazil Real and Argentina Peso.

Strength in crude oil prices will support prices while strong dollar and Britain exit from EU will adversely affect soy oil prices.

Prices of soy oil are in a range.

- According to United States Department of Agriculture (USDA) July estimates, U.S. 2016/17 soy oil end stocks are reduced to 1,910 million lbs from 2,045 million lbs in June estimate. Opening stocks are reduced to 2,275 million lbs from 2,375 million lbs in June estimate. Production of soy oil in 2016/17 is increased to 22,235 million lbs v/s 21,120 million lbs in June estimate. Imports in 2016/17 are estimated at 250 million lbs. Biodiesel use in 2016/17 is increased to 5,950 million lbs v/s 5,800 million lbs in June estimate. Food, feed and other industrial use in 2016/17 is estimated at 14,500 million lbs. Exports in 2016/17 are estimated at 2,400 million. Average price range is decreased to 29.5-32.5 cents/lbs in 2016/17 from a range of 30.50-33.50 cents/lbs in June estimate. Fall in end stock is primarily due to lower opening stocks and rise in biodiesel use offsetting rise in production.
- According to National Oilseed Processors Association (NOPA), U.S. June soybean crush fell to 145.050 million bushels from 152.82 million bushels in May, down by 5 percent m-o-m. Crush of soybean in June 2015 was 142.473 million bushels. Production of soy oil in U.S. in June fell to 1.692 billion lbs from 1.786 billion lbs, down by 5.3 percent m-o-m. Production in June 2015 was 1.614 billion lbs. Soy oil stocks in U.S. at the end of June fell to 1.985 billion lbs compared to 1.993 billion lbs in May 2016. Stocks of soy oil in June were higher by 26 percent compared to June 2015, which was reported at 1.574 million lbs. Yield fell to 11.66 lbs/bushel in June from 11.73 lbs/bushel in May. Yield in June 2015 was reported at 11.33 lbs/bushel.

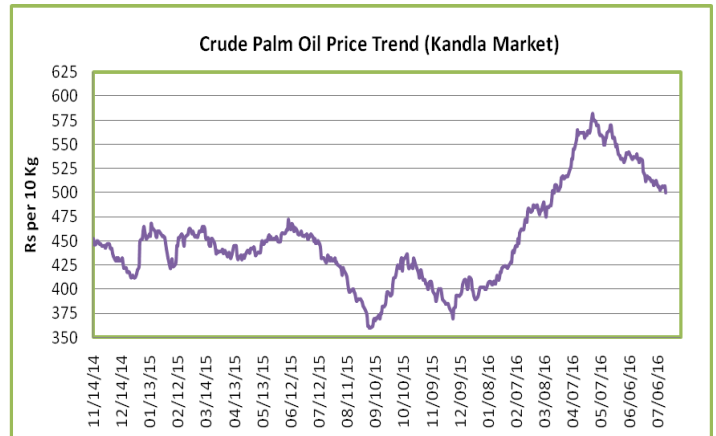
- The newly planted US soybean is blooming at 40%, which is up from 33% during the corresponding period last year and up from 5 year average of 31%. About 7% soybean is setting pod, which is up from 5-year average of 5%. Also about 71% of the newly planted US soybean crop is under good to excellent conditions, which is up from 62% during the same period last year, reported in the US crop progress report dated 10 July 2016.
- China's June soybean imports are reportedly lower by 1.3% at 7.56 million tons compared to 7.66 million tons in May 2016, reported the General Administration of Customs of China.
- USDA WASDE Oilseeds Highlights: The 2016/17 season-average price for soybeans is forecast at \$8.75 to \$10.25 per bushel, unchanged from last month. Soybean meal prices are forecast at \$325 to \$365 per short ton, up \$5 on both ends. Soybean oil prices are unchanged at 29.5 to 32.5 cents per pound, down 1 cent on both ends of the range

Price Outlook: We expect refined soy oil at Indore (with VAT) to stay in the range of Rs 600-650 per 10 Kg in the near term.

Palm oil Fundamental Analysis and Outlook -:**Domestic Front**

- Crude palm oil at Kandla featured uptrend in its benchmark market at Kandla on firm demand. CPO prices in Kakinada closed down at the end of the week.

- Agriwatch View – Prices of palm oil were up during the week on firm demand and rebound in prices on BMD Malaysia and CBOT. Low soy oil premium over palm oil, which is hovering at USD 105.5 (USD 110 last week) per ton may bring down palm oil prices. Positive refining margins



may increase imports and underpin prices. Lower prices will induce demand in medium term. Imports of RBD palmolein will rise on discount of its prices at CNF compared to CNF CPO. Prices at high sea are at disparity, disparity has decreased in recent weeks.

India's imports of edible oil showed robust jump in the month of June after weak imports in May. Imports rose by 14 percent in June after falling 25 percent in May. In the oil year 2015-16 imports are up 10 percent compared to corresponding period in oil year 2014-15. RBD palmolein imports have doubled in 2015-16 compared to corresponding period due to distorted duty structure by Malaysia/Indonesia. RBD palmolein is available at below the cost of raw material (CPO). CPO imports have collapsed and palm oil industry is struggling from overcapacity. Industry bodies have asked government to increase the duty differential in imports of crude edible oils and refined edible oils to 15 percent from present 7.5 percent.

Prices are expected to be sideways to firm in near term.

- Palm oil import scenario – According to SEA, India imported 6.07 lakh tons of palm oil in June 2016 v/s 7.34 lakh tons in June 2015, down 17.3 percent y-o-y. CPO imports slowed to 4.16 lakh tons in June compared to 5.71 lakh tons in June 2015, lower by 27.3 percent y-o-y. RBD palmolein imports surged to 1.90 lakh tons from 1.48 lakh tons in June 2015, up by 28.4 percent y-o-y. In the oil year 2015-16 (November 2015-June 2016) imports of palm oil is reported at 56.06 lakh tons v/s 58.51 lakh tons in corresponding period last oil year, lower by 4.2 percent y-o-y. RBD palmolein reported sharp rise at 17.77 lakh tons (November 2015-June 2016) v/s 9.14 lakh tons in corresponding period of oil year 2014-15, rise of 94.3 percent y-o-y. Crude palm imports in the period (November 2015-June 2016) fell to 37.67 lakh tons from 48.38 lakh tons in the corresponding period last oil year, fall of 22.1 percent y-o-y. In the period November 2015-April 2016, share of palm product imports fell to 58 percent from 67 percent in the corresponding period last oil year.
- On the trade front, CNF CPO (Indonesian origin) at Indian port quoted at USD 637.5 (USD 625) per ton for July delivery while August delivery is quoted at USD 632.5 (USD 617.5) per ton. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port, offered at USD 632.5 (USD 620) per ton for July delivery while August delivery is quoted at USD 627.5 (USD 612.5) per ton. Ready lift CPO duty paid prices quoted at Rs 510 (Rs 495) per 10 Kg and July delivery duty paid offered at Rs 510 (Rs 495) per 10 kg on July 15, 2016. Values in bracket depict last week quotes.

- On the parity front, margins improved during this week due to rise in prices of palm oil products. Currently refiners fetch USD 65-70/ton v/s USD 20-25/ton (last month) margin in processing the imported CPO and imports of ready to use palmolein fetches USD 65-70/ton v/s USD 15-20/ton (last month) parity.
- We expect palm oil to trade sideways to firm in the days ahead.

International Front

- Agriwatch View – Palm oil end stocks rose in Malaysia in June on lower exports and higher production on seasonal uptrend of production. Demand was weak from India and China, which underpin prices in near term. Weak exports of palm oil from Malaysia on weak demand from India and China and expectation of rise in production of palm oil may underpin prices in near term. Exports of palm oil by mid July were marginally higher than corresponding period in June. Demand from India and China is still weak. However, fall in prices of palm oil is expected to improve demand as it is good bargain at current prices and prices sensitive countries like India and China will buy more at current levels.

Production is expected to rise on seasonal uptrend of production and conducive weather conditions for higher palm yields.

Depreciation of Ringgit is expected to support prices in near term. Rise in prices of competitive oil will support prices in near term.

Malaysia reduced palm oil export duty on fall in prices of palm oil and rise in end stocks of palm oil in June. If demand fails to improve then stocks will rise further.

Prices are in range.

- According to Malaysia Palm Oil Board (MPOB), Malaysia's June palm oil end stocks rose by 7.66 percent to 17.76 lakh tons compared to 16.50 lakh tons in May. Production rose by 12.31 percent to 15.33 lakh tons compared to 13.65 lakh tons in May. Exports fell by 11.71 percent to 11.32 lakh ton compared to 12.82 lakh tons in May. Imports fell by 1.9 percent to 0.196 lakh tons compared to 0.20 lakh tons in May.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July 1-15 palm oil exports rose 2.8 percent to 570,631 tons compared to 555,116 tons in corresponding period last month. Top buyers were European Union at 153,443 tons (86,220 tons), China at 88,356 tons (74,675 tons), India at 71,800 tons (55,070 tons), Pakistan at 20,000 tons (50,000 tons) and United States at 16,300 tons (2,000 tons). Values in brackets are figures of last month.
- According to Malaysia Palm Oil Board (MPOB), Malaysia lowered August crude palm oil export duty to 5 percent from 6 percent in July. Tax is calculated at reference prices of 2,522.36 ringgit (\$639.38) per ton starting at 4.5 percent to a maximum of 8 percent above price of 2,250 ringgit.
- According to China's General Administration of Customs (CNGOIC), China's June imports of edible vegetable oil rose 10.7 percent to 3.1 LT compared to 2.8 LT in May 2016. Imports fell by 55.1 percent from June 2015 which was at 6.9 LT. Imports fell by 11 percent year to date at 24.3 LT.

Price Outlook: We expect CPO Kandla 5 percent (with VAT) to stay in the range of Rs 480-530 per 10 Kg in the near term.

Rapeseed oil Fundamental Review and Analysis:-

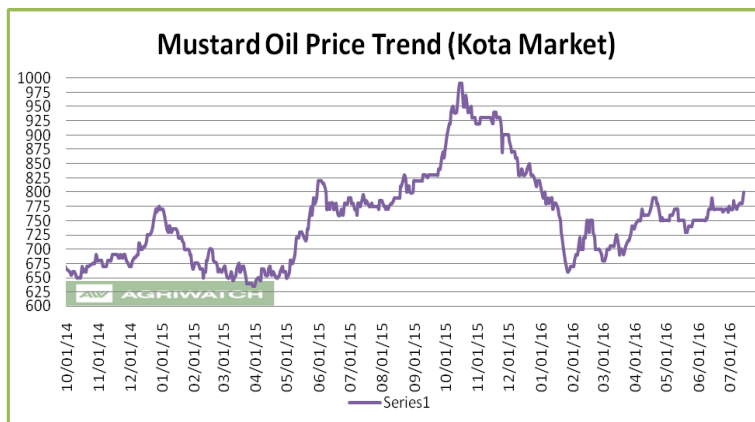
Domestic Front

- Mustard oil prices featured uptrend at its benchmark market Kota at the end of the week on firm demand.
- Agriwatch view: Prices of rapeseed oil expeller rose in Kota, Jaipur, Ganganagar, Neewai and Mumbai while it was unchanged in Kolkata. Prices increased in Hapur. Kacchi ghani prices were up across board in India except Hapur at the end of the week.

Prices of rapeseed oil traded higher during

the week on firm demand and rise in prices of palm oil. Rise in prices of rapeseed and lower supply supported prices. Rapeseed oil prices are expected to remain strong on lower supply of rapeseed in near term. Improvement in prices of rapeseed (canola) oil supported. Stockists are stocking ahead of seasonal uptrend in prices and buying at lower quotes. Demand is expected to be strong in medium term on higher demand from pickle manufacturers in medium term. Retail demand will improve with steady progress of monsoon. Markets are expected to trade sideways to firm tone in coming days.

- India imported 0.18 lakh tons of rapeseed (Canola) oil in June 2016 v/s 0.20 lakh tons in June 2015, lower by 10 percent y-o-y. For oil year 2015-2016 (November 2015 – June 2016) India imported 1.90 lakh tons rapeseed (canola) oil v/s 2.31 lakh tons in corresponding period in the oil year 2014-15, lower by 17.7 percent y-o-y: SEA
- CIF canola premium over soybean oil is USD 19 (USD 15 last week) per ton as on 15 July 2016. Low premium of canola over soybean oil may increase imports of canola.
- Currently, RM oil at Jaipur market, (expeller) is offered at Rs 855 (Rs 829) per 10 Kg, and at Kota market, it is offered at Rs 800 (Rs 770) per 10 kg as on July 15, 2016. Values in brackets are figures of last week.
- We expect RM seed oil prices to trade sideways to firm tone in the coming days.

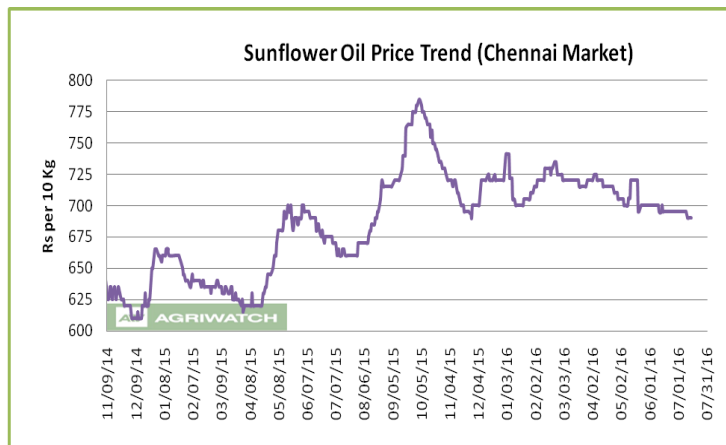


Price Outlook: Rapeseed oil (without VAT) prices in Kota may stay in the range of Rs 770-830 per 10 Kg.

Sunflower oil Fundamental Review and Analysis:-

Domestic Front

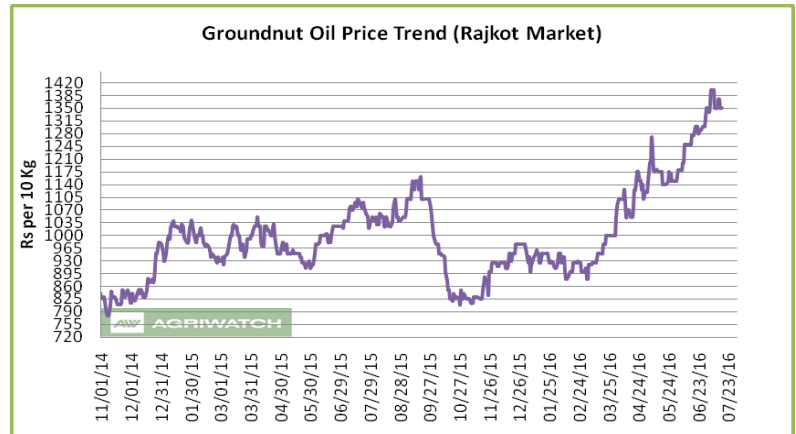
- Sunflower oil prices featured downtrend during the week at its benchmark market in Chennai on weak demand and higher supplies. Prices were unchanged in Hyderabad while it closed lower in Kakinada at the end of week.
- Agriwatch view: Prices of sunflower oil traded sideways on weak demand and higher supplies. Prices of sunflower oil were lower in domestic market despite rise of prices in international markets. Supply and demand is matching has kept prices stable. Refiners and traders are stocking ahead of seasonal uptrend of prices. Refiner's purchases of crude sunflower oil from international markets are continuing as the premium of sunflower oil over soybean oil is around USD 100/ton. Currently sunflower oil premium over soy oil is at USD 107 (USD 110 last week) per ton. Imports of sunflower oil improved in June while sunflower oil stocks at ports and pipelines decreased, which has capped prices. Prices are expected to trade sideways to weak on weak demand and higher supplies.
- Sunflower oil import scenario – According to SEA, India imported 1.47 lakh tons of crude sunflower oil during June 2016 v/s 1.05 lakh tons in June 2015, higher by 40 percent y-o-y. Imports during oil year 2015-16 (November 2015 –June 2016) were reported at 10.68 lakh tons v/s 11.37 lakh tons during the corresponding period in last oil year, down by 6 percent y-o-y.
- On the trade front, CIF sunflower oil prices (Ukraine origin) at West coast of India quoted at USD 850 (USD 845) per ton for August delivery, September delivery is quoted at USD 840 (USD 825) per ton and OND delivery is quoted at USD 805 (USD 802.5) per ton. CIF sun oil (Ukraine origin) June monthly average was around USD 867.3 per ton. Values in brackets are figures of last week.
- Prices are likely to stay in the range of USD 830-870 per ton in the near term. CIF Sunflower oil premium over soybean oil increased from last week and is hovering at USD 107 (USD 110 last week) per ton for August delivery.
- Currently, refined sunflower oil at Chennai market is offered at Rs 690 (Rs 695) per 10 Kg, and at Hyderabad market, it is offered at Rs 703 (Rs 703) per 10 kg as on July 15, 2016. Values in brackets are figures of last week.
- We expect sunflower oil prices to trade sideways to firm tone in the coming days.



Price Outlook: Sunflower oil (with VAT) prices in Chennai may stay in the range of Rs 670-730 per 10 Kg.

Groundnut oil Fundamental Review and Analysis:-` Domestic Front

- Groundnut oil prices featured sideways trend in Rajkot on weak supplies. Prices in Chennai fell while prices in Hyderabad were unchanged at the end of week. Prices in Mumbai fell while it was unchanged in Jamnagar. Prices in Gondal closed higher at the end of the week.
- Agriwatch view: Prices of groundnut oil closed sideways in the week in review after touching record high prices in the



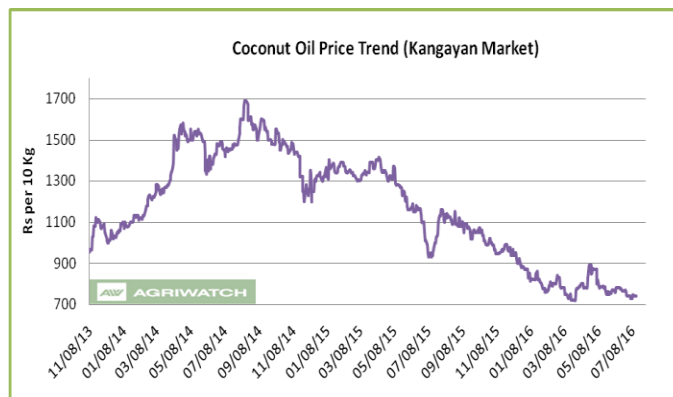
- previous week. Weak supplies remain an overhang on the markets. Prices of palm oil and cottonseed oil have supported prices. Demand tends to weaken after sudden spurt of prices in short term. Groundnut prices stabilized last week while supply of groundnut is not sufficient to meet demand. Weak supply of groundnut has held the groundnut oil market steady. There is shortage of good quality groundnut oil in the market. Prices have been supported by seasonal uptrend of prices. Millers and stockists are stocking ahead of seasonal uptrend of demand and expectation of pickup in demand on arrival of monsoon. Prices are expected to touch record highs in medium term. Any correction in prices is an opportunity to buy. Groundnut oil prices are expected to trade sideways to firm in near term.
- All India sowing of groundnut has reached 27.93 lakh hectares as on 15 July 2016, compared to 24.33 lakh hectares in the corresponding period last year.
 - On the price front, currently the groundnut oil prices in Rajkot is hovering near Rs 13,500 (Rs 13,500) per quintal and quoting at Rs 11,000 (Rs 11,200) per quintal in Chennai market on July 15, 2016. Values in brackets are values of last week
 - Groundnut oil prices are likely to trade sideways to firm in the coming days.

Price Outlook

Groundnut oil (without VAT) in Rajkot market is likely to trade in the price band of Rs 1300-1500 per 10 Kg.

Coconut Oil Fundamental Review and Analysis:- Domestic Front

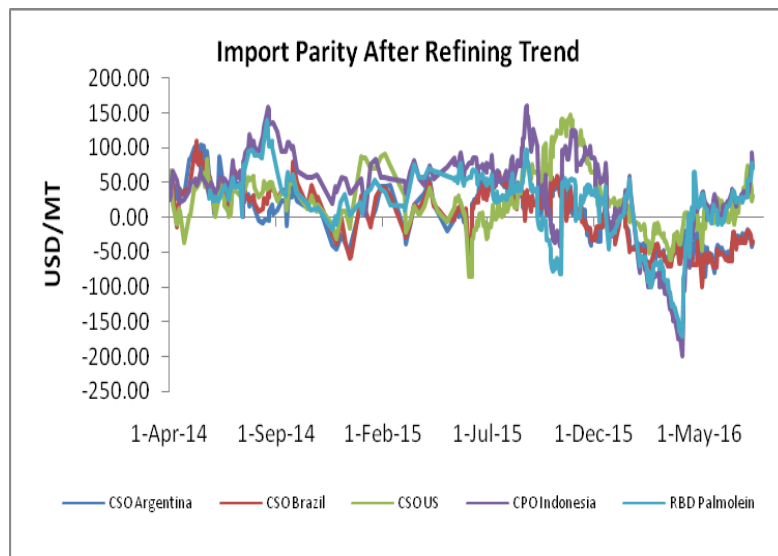
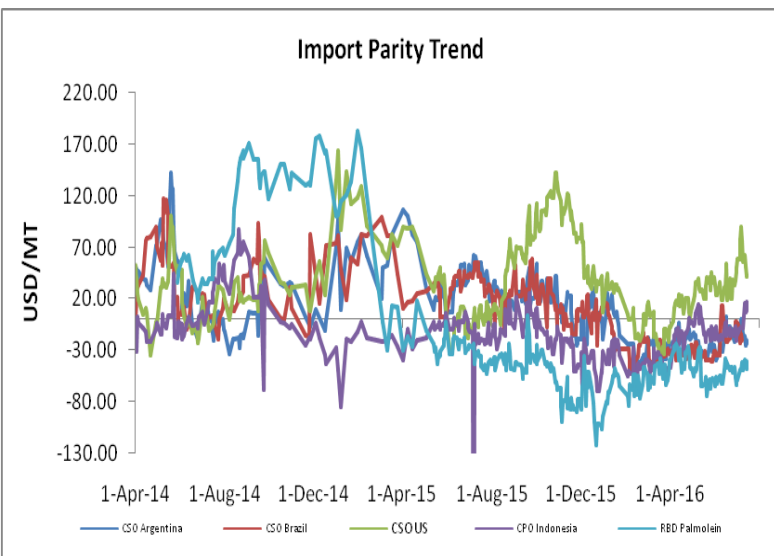
- Coconut oil prices featured uptrend during the week at its benchmark market in Kangayam on buying at lower quotes. In Kochi prices rose while prices in Trissur closed higher at the end of the week.
- Agriwatch view: Coconut oil prices closed lower during the week on renewed buying at lower quotes. Rise in palm oil and copra prices supported. Procurement of copra by Tamil Nadu government has improved sentiment in the market, which has helped prices to recover from lows seen in last week. Demand from North India will improve on intensification of monsoon in North India. Corporate demand, which accounts for 80 percent of demand, is weak. Coconut harvest has slowed down due to monsoons. Coconut production will be adversely affected due to erratic rainfall in last two years. Millers are not holding their produce in anticipation of fall of prices. Stockists and upcountry are staying away from market and relying on ready market. Domestic prices of coconut oil are lower than international prices, which may support price. Coconut oil prices are expected to improve on improvement of demand and buying at lower quotes. Prices are expected to trade sideways to firm tone in near term.
- Kerala government has proposed tax on packaged foods, coconut oil and “fat tax” of 14.5 percent on various food items sold in retails chains in the State of Kerala. A levy of 5 percent has been imposed on coconut oil.
- On the price front, currently the coconut oil prices in Trissur is hovering near Rs 7,600 (7,300) per quintal, and was quoting Rs 7,400 (7,300) per quintal in Erode market on July 15, 2016.



Price Outlook: Coconut oil (withut VAT) prices in Erode may stay in the range of Rs 710-770 per 10 Kg.

Import Parity Trend

Import Parity After Refining in US dollar per ton (Monthly Average)

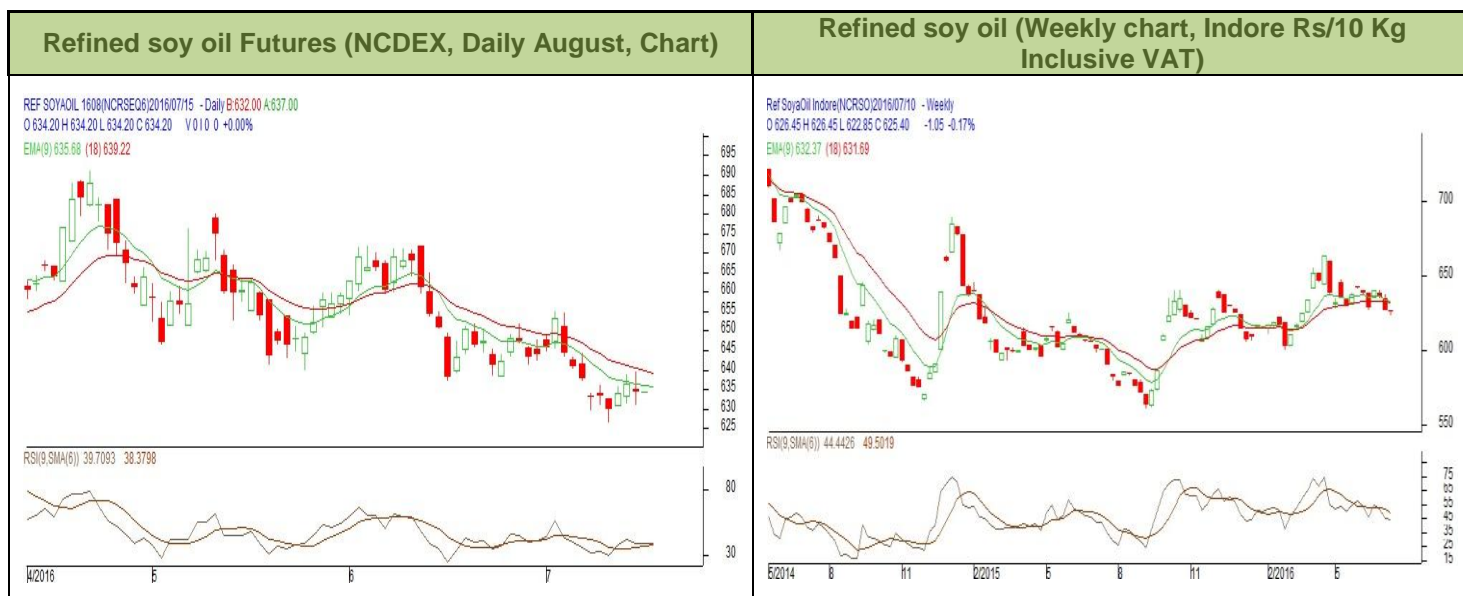


	CSO Argentina	CSO Brazil	CSO US	CPO Indonesia	RBD Palmolein
May, 2016	-57.34	-62.40	4.06	14.68	8.56
June, 2016	-42.57	-45.44	12.04	22.94	18.73

Outlook:-

Import parity for crude soy oil from Argentina and palm oil after refining is hovering in disparity due to rise in prices of imported oils. We expect CDSO import parity to remain in disparity. Parity in palm oil products may improve palm oil imports in the coming days.

Technical Analysis (Refined soy oil)



Outlook – Refined soybean oil witnessed uptrend during the week in review and is likely to trade with a sideways to firm tone in the coming days.

- Weekly chart of refined soy oil at NCDEX depicts uptrend during the week in review. We expect prices to trade sideways to firm tone in the near term.
- Any close below 620 in weekly chart will change the sentiment and might take the prices below 600 levels.
- Expected price band for next week is 620-660 level in near to medium term. RSI, stochastic and MACD is suggesting uptrend in market.

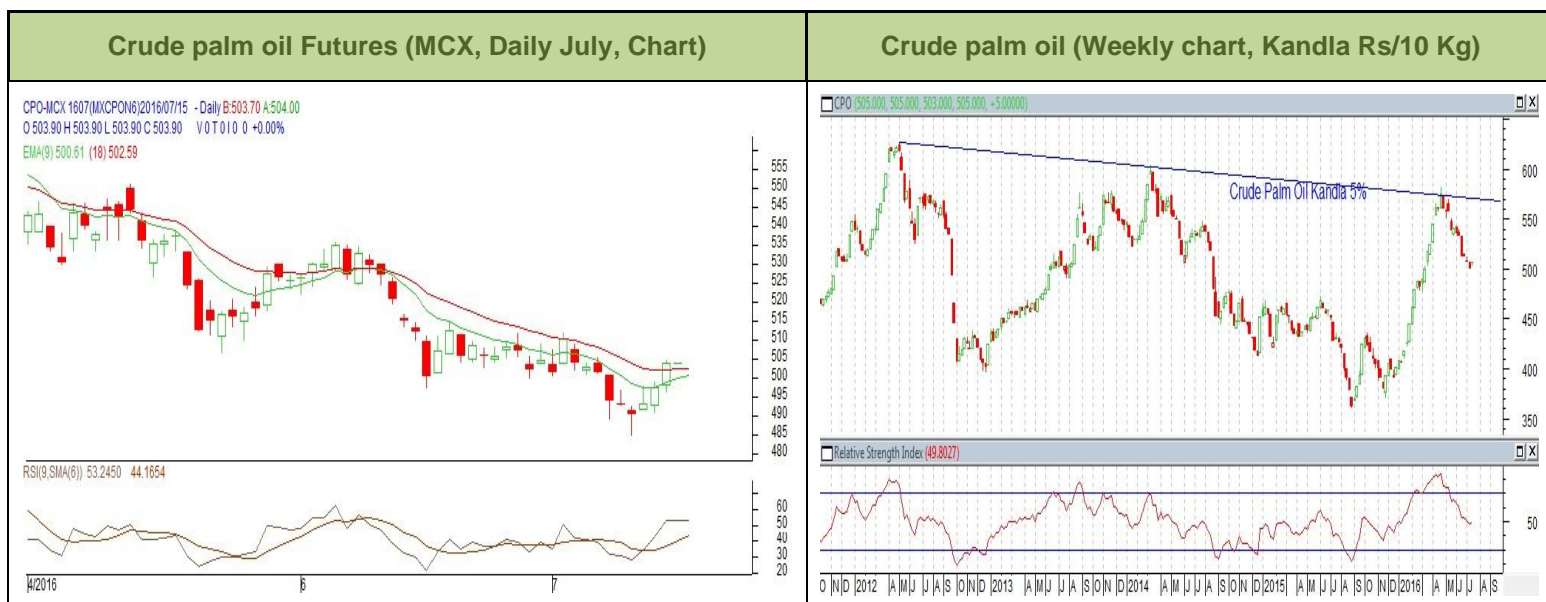
Strategy: Market participants are advised to go long in RSO above 630 levels for a target of 645 and 650 with a stop loss at 620 on closing basis.

RSO NCDEX (August)

Support and Resistance				
S2	S1	PCP	R1	R2
599.00	612.00	634.2	644.00	655.00

Spot Market outlook: Refined soy oil Indore (with VAT) is likely to stay in the range of Rs 600-650 per 10 Kg.

Technical Analysis (Crude Palm oil)



Outlook - Prices show uptrend in prices during the week. We expect that CPO July contract may trade sideways to firm note.

- Candlestick in weekly chart of crude palm oil at MCX depicts uptrend in the prices. We expect prices to trade with a sideways to firm note in the near term.
- Any close below 480 in weekly chart may bring the prices to 450 levels.
- Expected price band for next week is 480-540 level. RSI, Stochastic, and MACD are suggesting uptrend in prices in the coming week.

Strategy: Market participants are advised to go long in CPO above 500 for a target of 515 and 520 with a stop loss at 490 on closing basis.

CPO MCX (July)

Support and Resistance				
S2	S1	PCP	R1	R2
465.00	480.00	503.9	511.00	524.00

Spot Market outlook: Crude palm oil is likely to stay in the range of Rs 480-530 per 10 Kg.

Veg. Oil Prices at Key Spot Markets

Commodity	Centre	Prices(Per 10 Kg)		Change
		15-Jul-16	8-Jul-16	
Refined Soybean Oil	Indore	628	630	-2
	Indore (Soy Solvent Crude)	598	595	3
	Mumbai	625	625	Unch
	Mumbai (Soy Degum)	580	577	3
	Kandla/Mundra	608	615	-7
	Kandla/Mundra (Soy Degum)	580	583	-3
	Kolkata	610	620	-10
	Delhi	666	670	-4
	Nagpur	626	631	-5
	Rajkot	608	605	3
	Kota	640	635	5
	Hyderabad	637	646	-9
	Akola	666	670	-4
	Amrawati	665	671	-6
	Bundi	635	635	Unch
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	510	500	10
	Kandla (RBD Palm oil)	520	520	Unch
	Kandla RBD Pamolein	535	545	-10
	Kakinada (Crude Palm Oil)	490	500	-10
	Kakinada RBD Pamolein	530	540	-10
	Haldia Pamolein	535	550	-15
	Chennai RBD Pamolein	535	545	-10
	KPT (krishna patnam) Pamolein	525	535	-10
	Mumbai RBD Pamolein	540	552	-12
	Delhi	620	610	10
	Rajkot	535	536	-1
	Hyderabad	561	551	10
	Mangalore RBD Pamolein	535	545	-10
	PFAD (Kandla)	415	420	-5
	Refined Palm Stearin (Kandla)	440	455	-15
Refined Sunflower Oil	Chennai	690	695	-5
	Mumbai	750	750	Unch
	Mumbai(Expeller Oil)	650	655	-5

	Kandla	740	750	-10
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	703	Unch
	Latur (Expeller Oil)	735	725	10
	Chellakere (Expeller Oil)	660	665	-5
	Erode (Expeller Oil)	710	715	-5
Groundnut Oil	Rajkot	1350	1350	Unch
	Chennai	1100	1120	-20
	Delhi	1200	1200	Unch
	Hyderabad *	1120	1120	Unch
	Mumbai	1360	1390	-30
	Gondal	1375	1350	25
	Jamnagar	1350	1350	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	855	829	26
	Jaipur (Kacchi Ghani Oil)	938	888	50
	Kota (Expeller Oil)	800	770	30
	Kota (Kacchi Ghani Oil)	925	890	35
	Neewai (Kacchi Ghani Oil)	855	825	30
	Neewai (Expeller Oil)	905	873	32
	Bharatpur (Kacchi Ghani Oil)	980	900	80
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Alwar (Expeller Oil)	NA	NA	-
	Sri-Ganga Nagar (Exp Oil)	855	845	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	905	895	10
	Mumbai (Expeller Oil)	880	870	10
	Kolkata (Expeller Oil)	970	970	Unch
	New Delhi (Expeller Oil)	885	860	25
	Hapur (Expeller Oil)	980	1020	-40
	Hapur (Kacchi Ghani Oil)	1100	1100	Unch
	Agra (Kacchi Ghani Oil)	985	905	80
Refined Cottonseed Oil	Rajkot	710	705	5
	Hyderabad	660	650	10
	Mumbai	708	705	3
	New Delhi	705	655	50
Coconut Oil	Kangayan (Crude)	740	730	10
	Cochin	780	790	-10
	Trissur	760	730	30



Sesame Oil	New Delhi	760	750	10
	Mumbai	740	740	Unch
Kardi	Mumbai	830	830	Unch
Rice Bran Oil (40%)	New Delhi	460	460	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	618	610	8
	CNF India	630	620	10
Indonesia CPO USD/MT	FOB	620	Unq	-
	CNF India	635	625	10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	610	603	7
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	603	598	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1370	1333	37
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	550	550	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	1310	1310	Unch
Ukraine Origin CSFO USD/MT Kandla	CIF	850	845	5
Rapeseed Oil Rotterdam Euro/MT	FOB	688	680	8
Argentina FOB (\$/MT)		14-Jul-16	7-Jul-16	Change
Crude Soybean Oil Ship		689	667	22
Refined Soy Oil (Bulk) Ship		713	690	23
Sunflower Oil Ship		780	790	-10
Cottonseed Oil Ship		669	647	22
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* indicates including VAT				

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