

Market Updates

Soy Complex

The soybean futures at NCDEX ended lower tracking overseas oilseeds market. The most active Aug futures ended 1.78% lower at INR 2,984 per 100 kg. The refined soy oil futures also traded weak with the most active contract settling lower by 1.24%. We expect the soybean prices to trade on a weaker note given the easing weather concerns in US. Midwest and ample supplies projected by USDA in its WASDE report. The weather concern in the Indian soybean crop belt is also likely to ease in the day to come which may cap gains in soybean futures. The soy oil futures are also expected to ease tracking global edible oil markets.

The soybean futures on CBOT fell Thursday on technical selling and forecasts called for less-threatening weather in the U.S. Midwest. The August soybeans settled down 45-1/4 cents at \$9.75-1/2 per bushel, and new-crop November fell 46-1/2 cents to \$9.87-1/2. Some of the regions of the U.S. Midwest crop belt including Iowa and Illinois had good rains this week, and forecast models showed less heat expected next week. Traders were still weighing on the Wednesday's monthly USDA WASDE report in which the government raised its forecasts of global soy ending stocks for both 2016/17 and 2017/18, and raised its projection of U.S. 2017 soybean production.

Rape-Mustard Seed

The Aug rapeseed futures at NCDEX ended lower at INR 3,652 per 100 kg. The RM seed futures are expected to trade in range with upside likely to be capped at INR 3,700 per 100 kg. The weakness in competing edible oils continues to cap the gains. The higher production of mustard seed in the previous season has added to the weakness.

ICE Canada canola futures dipped on Thursday, touching a two-week low, on spill over pressure from sagging U.S. crop prices as a cooler, wetter Midwest forecast looked helpful for crops. The hot temperatures stressed Saskatchewan crops, the provincial government said with 62% of oilseeds at normal development stage. The November canola lost \$11.50 to \$502.50 per tonne.

Crude Palm Oil

The MCX CPO prices traded lower with the most active July contract closing at INR 479.70 per 10 kg tracking global edible oil prices. We believe that the palm oil futures may ease further as the supplies are expected to outweigh demand.

The Malaysian palm oil futures suffered the sharpest drop in three weeks on Thursday evening after a third straight session of losses, tracking weaker soybean oil on CBOT.

Castor Seed

The NCDEX castor seed futures edged higher with the most active Aug contract ending 0.33% higher at INR 4,496 per 100 kg. The arrivals continue on a thin note, and we expect the prices to tick higher considering a supply squeeze. Fundamentally, we maintain our bullish stance on castor seed.



SPOT RATES & FOB RATES

Spot Rates		
Particulars	Place	Price (INR/10Kg)
Ref Soy oil	Indore	605.00
CPO	Kandla	491.15
RM Oil	Jaipur	715.00

International Edible Oil Prices	
Country	FOB Price(USD/MT)
Palm Oil - IDN	650.00
Palm Oil - MYS	620.05
Soy Oil -ARG	745.83
Soy Oil - BRZ	754.60

Market Watch

Name	Open	High	Low	Close	% Change
CBOT SOYBEANS JUL	997	997	980	972.5	-4.35
CBOT SOYBEAN OIL JUL	33.07	33.19	33.06	33.01	-1.26
CBOT SOYBEAN MEAL JUL	329.3	329.4	318.2	316.8	-5.26
NCDEX SOYBEAN AUG	3003	3014	2974	2984	-1.78
NCDEX REF SOY OIL AUG	644	645.1	637.2	639	-1.24

Name	Open	High	Low	Close	% Change
ICE CANOLA NOV	514	514.8	500.2	502.5	-2.24
EURONEXT RAPESEED AUG	371	371	366.5	368.5	-1.67
NCDEX RM SEED AUG	3655	3671	3640	3652	-0.30

Name	Open	High	Low	Close	% Change
BMD CPO JUL	2665	2670	2665	2661	-0.67
ICDX CPO JUL	8855	8855	8585	8595	-1.83
MCX CPO JUL	488	488	478	479.7	-1.90

Name	Open	High	Low	Close	% Change
NCDEX CASTOR AUG	4475	4542	4470	4496	0.33

Technical Comments

Commodity	Contract	S2	S1	Pivot	R1	R2
SYBEANIDR	AUG	2951	2967	2991	3007	3031
SYOREF	AUG	632.5	635.8	640.4	643.7	648.3
RM SEED	AUG	3623	3638	3654	3669	3685
CPO	JUL	472	476	482	486	492



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