

Domestic Fundamentals:

- The edible oil basket featured firm tone on improved demand Saturday.
- Palm oil prices in India are rising due to pickup in demand of palm oil at lower quotes, stocking ahead of festivals and high premium of soybean oil over palm oil. Indian consumer is price sensitive and the demand picks up on lower prices. Even USDA acknowledges that demand will rise in India by 8% y-o-y in the current oil year.
- India raised import duty on edible oils meant to support struggling domestic edible oils industry. Decision on hike of import duty was taken keeping interests of farmers who were losing faith on farming of oilseeds due to low returns. According to SEA, India is being used as dumping ground of edible oils on global surplus of edible oils. Industry and markets are not convinced that 5 percent hike in import duty will have significant impact on imports.
- EL Nino and Malaysian Ringgit which is quoting at record lows are driving prices of palm oil. Exports have picked up in September and production is likely to be affected due to haze formation on forest fires. Dry weather is expected to affect production in Indonesia and in Malaysia to some extent. EL Nino patterns start with burning of forests which produces haze. Haze slows down harvesting due to low visibility and pollination of flowers which form fresh fruit bunches (FFB). Significant dry spell saps yields of FFB leading to lower production.
- Soybean crop condition very good and harvesting is faster than estimated. US is expected to produce record soybean crop in this season. China struck deal to buy 13.18 MMT of soybean from US. US origin soybeans are not able to compete with Brazil origin soybeans due to depreciation of Real. Conditions are conducive for sowing of record crop in Brazil which is expected to be above 100 MMT. In soyoil US has significant advantage in pricing over Argentina and Brazil. This will further increase crush in US which is expected at record levels.
- According to SGS, Malaysia's 1-25 September palm oil exports rose by 4.2 percent to 1,339,354 tons (285,247 tons). Top buyers were India at 288,910 tons (257,050 tons), European Union at 273,162 tons (271,283 tons), China at 174,440 tons (158,660 tons) and United States at 71,619 tons (52,195 tons). Values in brackets are figures of corresponding period last month.
- US soybean crop progress report, as on 20 September, about 56% of the crop is dropping leaves which are above 5 year average of 50% and 42% during the corresponding period last year. Soybean harvested is reported by 7% which is in line with 5 year average and above last year's average of 3%. About 63% of the crop is in good to excellent condition as against 71% during the corresponding period last year.
- Indian government raised import duty of crude and refined edible oil on Friday by 5 percent respectively. Import duty was raised on crude edible oil from 7.5 percent to 12.5 percent. Import duty of refined edible oil duty was raised from 15 percent to 20 percent.

Outlook: Edible oil basket is expected to feature firm with higher soy, palm with and rapeseed/mustard oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
15-Oct	9.60	575.00	586.90	574.20	585.15
15-Nov	7.90	572.95	583.30	572.50	581.25

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
15-Oct	66,185	37755	56830	2665
15-Nov	35,600	20805	50915	-860

Vol-OI are taken at 5:30 PM

Spread	Oct-15	Nov-15
Basis	-5.15	-1.25
15-Oct		-3.90
15-Nov		

MCX CPO:

Contract	+/-	Open	High	Low	Close
30-Sep	2.30	407.10	412.20	407.10	410.10
30-Oct	4.80	401.10	408.70	401.10	406.60

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
30-Sep	953	-290	2451	-117
30-Oct	1551	-673	4705	128

Vol-OI are taken at 5:30 PM

Spread	Jun-15	Jul-15
Basis	1.9	5.4
30-Sep		-3.5
30-Oct		

* 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-Oct	0.85	26.98	27.86	26.93	27.83
15-Dec	0.86	27.18	28.06	27.12	28.04
15-Jan	0.84	27.5	28.36	27.46	28.33
15-Mar	0.83	27.74	28.58	27.68	28.56
15-May	0.84	27.90	27.73	27.85	28.72

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	102	2200	2259	2200	2259
15-Nov	102	2261	2308	2253	2304
15-Dec	102	2299	2345	2283	2342
15-Jan	101	2322	2373	2318	2372

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
24/09/2015	6.37	14718	4.39	9.40	66.159	3.984	96.43

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-Sep-15	25-Sep-15	
Refined Soybean Oil	Kota	620	605	15
	Rajkot	590	580	10
	Delhi	610	610	Unch
	Mumbai	588	580	8
	Indore	600	580	20
	Kandla/Mundra	590	580	10
	Kolkata	587	575	12
	Indore (Soy Solvent Crude)	570	552	18
	Mumbai (Soy Degum)	550	545	5
	Kandla/Mundra (Soy Degum)	555	547	8
	Akola	647	618	29
	Amrawati	647	617	30
	Jalna	659	629	30
	Nagpur	650	621	29
	Alwar	NR	NR	-
	Solapur	660	630	30
	Bundi	620	605	15
	Dhule	660	630	30
Palm Oil	Rajkot	490	475	15
	Hyderabad	475	475	Unch
	Delhi	475	475	Unch
	Kandla (Crude Palm Oil)	425	415	10
	Kandla (RBD Palm oil)	465	450	15
	Mumbai RBD Pamolein	487	475	12
	Kandla RBD Pamolein	490	480	10

	Mangalore RBD Pamolein	485	475	10
	Chennai RBD Pamolein	485	475	10
	Kakinada RBD Pamolein	470	460	10
	KPT (krishna patnam) Pamolein	465	460	5
	Haldia Pamolein	490	485	5
	PFAD (Kandla)	335	320	15
	Refined Palm Stearin (Kandla)	320	310	10
Refined Sunflower Oil	Mumbai	765	750	15
	Mumbai(Expeller Oil)	670	670	Unch
	Kandla/Mundra (Crude)	677	670	7
	Erode (Expeller Oil)	795	800	-5
	Hyderabad (Ref)	741	741	Unch
	Chennai	775	765	10
	Latur (Expeller Oil)	700	670	30
	Chellakere (Expeller Oil)	700	690	10
Groundnut Oil	Rajkot	1100	1075	25
	Chennai	960	970	-10
	Delhi	930	930	Unch
	Hyderabad *	995	1000	-5
	Mumbai	1100	1100	Unch
	Gondal	1070	1080	-10
	Jamnagar	1100	1080	20
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	860	850	10
	Sri-Ganga Nagar(Exp Oil)	865	860	5
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	840	840	Unch
	Jaipur (Expeller Oil)	891	885	6
	New Delhi (Expeller Oil)	825	825	Unch
	Hapur (Expeller Oil)	860	860	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	920	915	5
	Kota (Kacchi Ghani Oil)	935	930	5
	Jaipur (Kacchi Ghani Oil)	933	925	8
	Agra (Kacchi Ghani Oil)	955	950	5
	Bharatpur (Kacchi Ghani Oil)	950	945	5
	Neewai (Kacchi Ghani Oil)	910	905	5
	Hapur (Kacchi Ghani Oil)	910	910	Unch
Refined Cottonseed Oil	Mumbai	640	630	10



	Rajkot	625	620	5
	New Delhi	598	598	Unch
	Hyderabad	610	610	Unch
Coconut Oil	Kangayan (Crude)	1050	1020	30
	Cochin	1120	1130	-10
	Trissur	1080	1080	Unch
Sesame Oil	New Delhi	700	700	Unch
	Mumbai	720	720	Unch
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	415	415	Unch
Rice Bran Oil (4%)	Punjab	490	490	Unch
Rice Bran Oil (4%)	Uttar Pradesh	490	490	Unch
Malaysia Palmolein USD/MT	FOB	570	555	15
	CNF India	605	575	30
Indonesia CPO USD/MT	FOB	530	520	10
	CNF India	565	538	27
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	538	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	438	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	925	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	870	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	365	-
Ukraine Origin CSFO USD/MT Kandla	CIF	830	825	5
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	695	-
Argentina FOB (\$/MT)		25-Sep-15	24-Sep-15	Change
Crude Soybean Oil Ship		635	618	17
Refined Soy Oil (Bulk) Ship		657	639	18
Sunflower Oil Ship		NA	740	-
Cottonseed Oil Ship		615	598	17
Refined Linseed Oil (Bulk) Ship		NA	NA	-
* indicates including VAT				

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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