

**Domestic Fundamentals:**

- Soybean oil and mustard oil traded higher while refined sunflower oil and cottonseed oil traded sideways in various trading centers on Thursday. Palm oil and groundnut oil traded lower in key trading centers on Thursday.
- Palm oil prices in India are rising due to pickup in demand and stocking ahead of festivals. Refining margins has significantly come down despite strong demand. Back to back drought in India has kept demand higher this year.
- EL Nino and Malaysian Ringgit which is quoting at record lows are driving prices of palm oil. Exports from Malaysia in September is flat and production in September is likely to be lower than August. Production of October is also going to be affected due to Haze. Dry weather is expected to affect production in Indonesia and in Malaysia. The prolonged estimate of dry spell will seriously impact production in 2016. MPOC has cut Malaysia palm oil production by 1 MMT to 19 MMT in 2016. Indonesia Palm Oil Association cut production of Indonesia in 2016 from 32.5 MMT to 31-31.5 MMT.
- Soybean crop condition good and harvesting is very fast. Higher harvest is due to good crop condition, low moisture and favorable harvesting weather. US is expected to produce record soybean crop in this season. Stocks of soybean in US as on 1<sup>st</sup> September is lower than estimated indicating higher crush, strong exports and tight supply. China deal to buy soybean from US allayed concerns of slowing demand of China. Sowing has started in Brazil but top producing states have not received sufficient rainfall. US origin soybeans are not able to compete with Brazil origin soybeans due to depreciation of Real. 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.
- Indonesia kept its palm oil exports duty to zero for October 2015.
- Malaysia Palm Oil Council (MPOC) cut palm oil output in Malaysia by 1 MMT to 19 MMT in 2016. It also estimated that prices of palm oil could touch 3000 Ringgit/ton on lower production and weak Ringgit. It estimated that September output will be lower than August output on EL Nino. Palm oil reached peak production in August and it is estimated that output will come down in coming months. El Nino has been recently taken seriously on high probability of occurrence, according to the board.
- According to Indonesia Palm Oil Association, Indonesia's 2016 palm oil production has been estimated at 31-31.5 MMT v/s 32.5 MMT in 2015 down due to El Nino. Indonesia's El Nino conditions will be moderate between July and September mostly affecting from Sumatra to eastern Indonesia. Weather pattern could strengthen from September to December.
- In the quarterly USDA report the US soybean stocks as on 01 September 2015 were reported about 108% Y-o-Y at 5,209,730 metric tonnes compared to 2,503,580 during the same period last year. The On farms stocks are reported at 13,52610 mt (58,0370 mt) and Off farms is reported at 38,57,120 mt (19,23,210 mt). The stocks are slightly lower than market expectations but higher than the same period last year.

**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	<b>7.85</b>	599.50	607.60	599.50	605.90
15-Nov	<b>6.60</b>	593.80	601.00	593.20	599.10

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
15-Oct	43,325	-3530	37690	-8675
15-Nov	34,590	8000	50200	3335

Vol-OI are taken at 5:30 PM

Spread	Oct-15	Nov-15
Basis	9.10	15.90
15-Oct		-6.80
15-Nov		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
30-Oct	<b>6.60</b>	418.50	423.80	418.20	422.50
30-Nov	<b>5.00</b>	419.60	423.50	418.90	421.50

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
30-Oct	2218	-188	3395	136
30-Nov	728	15	2223	37

Vol-OI are taken at 5:30 PM

Spread	Jun-15	Jul-15
Basis	-3.5	-2.5
30-Oct		-1
30-Nov		

\* 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	0.27	27.08	27.37	27.08	27.37
15-Dec	0.47	27.36	27.84	27.31	27.81
15-Jan	0.49	27.75	28.17	27.64	28.15
15-Mar	0.49	28	28.39	27.88	28.39
15-May	0.48	28.19	28.59	28.09	28.57

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	4	2280	2310	2280	2344
15-Nov	39	2343	2407	2330	2379
15-Dec	37	2381	2445	2360	2414
15-Jan	42	2403	2470	2387	2443

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
01/10/2015	6.357	14669	4.40	9.42	65.50	3.947	96.46

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		1-Oct-15	30-Sep-15	
Refined Soybean Oil	Kota	620	615	5
	Rajkot	590	595	-5
	Delhi	610	610	Unch
	Mumbai	590	595	-5
	Indore	615	610	5
	Kandla/Mundra	595	595	Unch
	Kolkata	595	595	Unch
	Indore (Soy Solvent Crude)	600	595	5
	Mumbai (Soy Degum)	562	565	-3
	Kandla/Mundra (Soy Degum)	565	565	Unch
	Akola	643	640	3
	Amrawati	642	640	2
	Jalna	653	650	3
	Nagpur	646	650	-4
	Alwar	NR	NR	-
	Solapur	661	650	11
	Bundi	622	615	7
	Dhule	655	650	5
Palm Oil	Rajkot	490	490	Unch
	Hyderabad	489	489	Unch
	Delhi	475	475	Unch
	Kandla (Crude Palm Oil)	419	432	-13
	Kandla (RBD Palm oil)	465	460	5
	Mumbai RBD Pamolein	492	492	Unch
	Kandla RBD Pamolein	490	490	Unch

	Mangalore RBD Pamolein	490	495	-5
	Chennai RBD Pamolein	490	495	-5
	Kakinada RBD Pamolein	485	490	-5
	KPT (krishna patnam) Pamolein	480	485	-5
	Haldia Pamolein	492	500	-8
	PFAD (Kandla)	335	335	Unch
	Refined Palm Stearin (Kandla)	330	330	Unch
Refined Sunflower Oil	Mumbai	770	770	Unch
	Mumbai(Expeller Oil)	680	685	-5
	Kandla/Mundra (Crude)	680	685	-5
	Erode (Expeller Oil)	810	810	Unch
	Hyderabad (Ref)	760	760	Unch
	Chennai	780	780	Unch
	Latur (Expeller Oil)	710	700	10
	Chellakere (Expeller Oil)	700	700	Unch
Groundnut Oil	Rajkot	1000	1025	-25
	Chennai	950	950	Unch
	Delhi	930	930	Unch
	Hyderabad *	1000	1000	Unch
	Mumbai	1090	1100	-10
	Gondal	1030	1040	-10
	Jamnagar	1050	1040	10
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	872	875	-3
	Sri-Ganga Nagar(Exp Oil)	910	900	10
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	870	860	10
	Jaipur (Expeller Oil)	919	915	4
	New Delhi (Expeller Oil)	825	825	Unch
	Hapur (Expeller Oil)	930	920	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	985	970	15
	Kota (Kacchi Ghani Oil)	1010	990	20
	Jaipur (Kacchi Ghani Oil)	965	960	5
	Agra (Kacchi Ghani Oil)	1005	1025	-20
	Bharatpur (Kacchi Ghani Oil)	1000	1020	-20
	Neewai (Kacchi Ghani Oil)	945	930	15
	Hapur (Kacchi Ghani Oil)	980	960	20
Refined Cottonseed Oil	Mumbai	650	650	Unch
	Rajkot	620	620	Unch



	New Delhi	598	598	Unch
	Hyderabad	620	620	Unch
Coconut Oil	Kangayan (Crude)	1050	1050	Unch
	Cochin	1110	1110	Unch
	Trissur	1060	1080	-20
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	585	583	2
	CNF India	593	600	-7
Indonesia CPO USD/MT	FOB	540	540	Unch
	CNF India	563	565	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	563	563	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	455	455	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	975	980	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	900	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	385	385	Unch
Ukraine Origin CSFO USD/MT Kandla	CIF	850	865	-15
Rapeseed Oil Rotterdam Euro/MT	FOB	707	710	-3
Argentina FOB (\$/MT)		30-Sep-15	29-Sep-15	Change
Crude Soybean Oil Ship		616	625	-9
Refined Soy Oil (Bulk) Ship		638	646	-8
Sunflower Oil Ship		NA	NA	-
Cottonseed Oil Ship		596	605	-9
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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