

**Domestic Fundamentals:**

- Mustard oil traded higher while soy oil, refined sunflower oil and groundnut oil traded sideways in various trading centers on Thursday. Palm oil and cottonseed oil traded lower in key trading centers of Thursday.
- Negative refining margins are slowing demand for imported palm oil, and demand is slowing due to sharp rise in prices of palm and soybean oil. Fall in prices in last couple of days is also supported by international markets. Soybean supply has been weak due to crop losses. Back to back droughts have created a situation where supply is short.
- Palm oil recent losses are due to appreciation of Ringgit which reverted from record lows. Exports from Malaysia in first ten days of October are expected to be weak as buyers have shifted to Indonesia. Production gains have been lost due to haze but September production expected to be flat after strong production in August. The prolonged estimate of dry spell will seriously impact production in 2016 jacking up prices of palm oil. Malaysia plans to curb imports of palm oil especially from Indonesia as it directly impacts prices due to higher stocks.
- According to USDA, soybean harvesting in US is going at fast pace and crop condition is good. Higher harvest is due to good crop condition, low moisture and favorable harvesting weather. USDA is expected to cut stocks of soybean due to higher use. Stocks of soybean in US as on 1<sup>st</sup> September is lower than estimated indicating higher crush, strong exports and tight supply. Conditions are conducive for sowing of record crops in Brazil. 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. USDA is expected to release its monthly report tomorrow.
- In the US soybean crop progress report, as on 04 October, about 85% of the crop is dropping leaves which are above 5 year average of 83% and 81% during the corresponding period last year. Soybean harvested is reported by 42% which is up from 5 year average of 32% and up from 19% during the corresponding period last year. About 64% of the crop is in good to excellent condition as against 73% during the corresponding period last year.
- 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 Malaysia's minister for plantations, industries and commodities, Malaysia intends to limit imports of palm oil especially from Indonesia to reduce stocks in the country. Imports are not banned nor it as a long term measure or previously signed. The measure will be taken on case to case basis. The measure is applicable immediately but previously signed contracts will be allowed, according to the minister. The decision was agreed in Council of Palm Producer Countries to stabilize palm oil prices.

**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>-4.40</b>	623.60	633.00	623.00	623.90
15-Nov	<b>-3.10</b>	618.00	625.00	615.60	618.00

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
15-Oct	30,455	-8510	31850	-3250
15-Nov	83,220	-19345	69830	7450

Vol-OI are taken at 5:30 PM

Spread	Oct-15	Nov-15
Basis	11.10	17.00
15-Oct		-5.90
15-Nov		

**MCX CPO:**

Contract	+/-	Open	High	Low	Close
30-Oct	<b>-8.30</b>	425.20	426.70	418.40	419.10
30-Nov	<b>-9.60</b>	426.00	428.50	419.40	419.70

Prices are taken at 5:30 PM

Contract	Volume	Change	OI	Change
30-Oct	1865	-1001	3210	-111
30-Nov	2938	1553	2806	579

Vol-OI are taken at 5:30 PM

Spread	Jun-15	Jul-15
Basis	7.9	7.3
30-Oct		0.6
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-Dec	-0.30	28.59	28.62	28.22	28.32
15-Jan	-0.32	28.86	28.88	28.5	28.58
15-Mar	-0.32	29.05	29.11	28.73	28.81
15-May	-0.31	29.23	29.24	28.93	29.01
15-July	-0.30	29.37	29.37	29.13	29.21

### BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	-47	2296	2296	2219	2237
15-Dec	-43	2328	2328	2253	2276
15-Jan	-43	2355	2358	2286	2306
15-Feb	-43	2384	2385	2316	2335

### Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index
08/10/2015	6.35	13896	4.22	9.38	65.06	3.89	95.32

### Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		8-Oct-15	7-Oct-15	
Refined Soybean Oil	Kota	650	640	10
	Rajkot	610	610	Unch
	Delhi	610	610	Unch
	Mumbai	610	610	Unch
	Indore	635	635	Unch
	Kandla/Mundra	610	615	-5
	Kolkata	600	605	-5
	Indore (Soy Solvent Crude)	615	615	Unch
	Mumbai (Soy Degum)	565	570	-5
	Kandla/Mundra (Soy Degum)	568	570	-2
	Akola	658	655	3
	Amrawati	658	656	2
	Jalna	670	668	2
	Nagpur	660	658	2
	Alwar	NR	NR	-
	Solapur	661	665	-4
	Bundi	655	655	Unch
	Dhule	668	665	3
Palm Oil	Rajkot	487	495	-8
	Hyderabad	508	513	-5
	Delhi	475	475	Unch
	Kandla (Crude Palm Oil)	427	436	-9
	Kandla (RBD Palm oil)	465	470	-5
	Mumbai RBD Pamolein	500	503	-3

	Kandla RBD Pamolein	495	500	-5
	Mangalore RBD Pamolein	495	500	-5
	Chennai RBD Pamolein	492	495	-3
	Kakinada RBD Pamolein	487	490	-3
	KPT (krishna patnam) Pamolein	485	490	-5
	Haldia Pamolein	495	495	Unch
	PFAD (Kandla)	330	330	Unch
	Refined Palm Stearin (Kandla)	335	335	Unch
Refined Sunflower Oil	Mumbai	780	780	Unch
	Mumbai(Expeller Oil)	685	690	-5
	Kandla/Mundra (Crude)	685	685	Unch
	Erode (Expeller Oil)	810	810	Unch
	Hyderabad (Ref)	760	760	Unch
	Chennai	775	775	Unch
	Latur (Expeller Oil)	710	710	Unch
	Chellakere (Expeller Oil)	700	700	Unch
Groundnut Oil	Rajkot	950	950	Unch
	Chennai	950	960	-10
	Delhi	930	930	Unch
	Hyderabad *	1000	1000	Unch
	Mumbai	1000	1010	-10
	Gondal	950	930	20
	Jamnagar	925	925	Unch
Rapeseed Oil/Mustard Oil	Mumbai (Expeller Oil)	890	890	Unch
	Sri-Ganga Nagar(Exp Oil)	1010	1010	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Kota (Expeller Oil)	950	940	10
	Jaipur (Expeller Oil)	998	996	2
	New Delhi (Expeller Oil)	825	825	Unch
	Hapur (Expeller Oil)	995	995	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1070	1055	15
	Kota (Kacchi Ghani Oil)	1010	1110	-100
	Jaipur (Kacchi Ghani Oil)	1032	1032	Unch
	Agra (Kacchi Ghani Oil)	1065	1065	Unch
	Bharatpur (Kacchi Ghani Oil)	1060	1060	Unch
	Neewai (Kacchi Ghani Oil)	1015	1015	Unch
	Hapur (Kacchi Ghani Oil)	1020	1060	-40
Refined Cottonseed Oil	Mumbai	645	655	-10

	Rajkot	625	630	-5
	New Delhi	598	598	Unch
	Hyderabad	620	650	-30
Coconut Oil	Kangayan (Crude)	1070	1050	20
	Cochin	1100	1100	Unch
	Trissur	1070	1070	Unch
Sesame Oil	New Delhi	750	700	50
	Mumbai	710	710	Unch
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	420	415	5
Rice Bran Oil (4%)	Punjab	500	500	Unch
Rice Bran Oil (4%)	Uttar Pradesh	500	500	Unch
Malaysia Palmolein USD/MT	FOB	580	588	-8
	CNF India	610	605	5
Indonesia CPO USD/MT	FOB	548	555	-7
	CNF India	560	570	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	563	570	-7
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	483	478	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	960	965	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	380	385	-5
Ukraine Origin CSFO USD/MT Kandla	CIF	865	860	5
Rapeseed Oil Rotterdam Euro/MT	FOB	707	725	-18
Argentina FOB (\$/MT)		7-Oct-15	6-Oct-15	Change
Crude Soybean Oil Ship		650	652	-2
Refined Soy Oil (Bulk) Ship		673	674	-1
Sunflower Oil Ship		NA	NA	-
Cottonseed Oil Ship		630	632	-2
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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