

Domestic Fundamentals:

- Firm trend featured in edible oil prices at various key market centers on Wednesday.
- Palm oil- U.S. commerce department has imposed anti dumping duty on biodiesel exports from Indonesia in a statement yesterday. The countervailing duties could be a maximum of 68.28 percent. Imposition duty on exports on biodiesel from Indonesia will underpin prices of palm oil.
Exports of palm oil from Indonesia fell 19 percent in June as production and export suffered due to labor shortage on Ramadan.
Palm oil prices are supported by expectation of demand from Malaysia ahead of Diwali and Dussehra festival in India and Mid Autumn festival in China. Further, expectation of slowdown of production in Malaysia in August after 20 percent rise in July will drive prices.
However, palm oil prices could be adversely hit by weak exports from Malaysia in first 20 days of August which fell by 14-16 percent. However, good news was that demand from India improved in this period.
Palm oil prices are supported by CBOT soy oil and DALIAN RBD palmolein.
Weak exports could increase stocks of palm oil in Malaysia as production is expected to be higher and If exports fail to rise then stocks of palm oil will rise and underpin prices.
- Soy oil- U.S. commerce department decision to impose countervailing duties on exports of biodiesel from Argentina and Indonesia will support soy oil prices in near to medium term. US imports two thirds of soy oil based biodiesel from Argentina. This would mean significant amount of soy oil have to be diverted towards the production of biodiesel. Argentina ships its 90 percent of biodiesel produced to US. Decision by US commerce department has led to major setback to Argentina. Argentina will move to WTO to redress the issue as it done with EU.
Soy oil prices are expected to get support from fall in stocks of soy oil in US in July despite higher soybean crush. Firm demand in US led to the fall in stocks. Lower stocks will support soy oil prices in medium term.
Soybean crop in US is in good condition and good to excellent crop condition has remained unchanged at 60 percent, unchanged from last week. Other parameters of crop are in good condition and above 5-year average.
Weather in US Midwest has improved and temperatures are conducive for pod filling stage which will increase soybean yields.
- According to Indonesia Palm Oil Association (GAPKI), Indonesia exports of palm and palm kernel oil fell 19 percent to 2.13 MMT from 2.62 MMT in June 2017 and 1.78 MMT in June 2016, higher by 19.7 percent y-o-y.
- In the weekly USDA crop progress report released on 21 August; Soybeans blooming are reported at 97% which is down from 98% during the corresponding period last year and same as the 5 year average of 93%. Soybean crop setting pods are reported at 87% which is down from 88% during the corresponding period last year and up from the 5 year average of 85%. About 60% of the soybean planted crop is under good to excellent condition which is down from 72% during the corresponding period last year.

Outlook: Edible oil basket is expected to feature firm sentiment in near term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Sep-17	2.60	663.80	665.50	661.35	663.00
Oct-17	2.90	673.00	675.50	670.65	671.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Sep-17	38,540	8150	48820	-950
Oct-17	18,710	2600	37860	2340

Vol-OI are taken at 5:05 PM

Spread	Sep-17	Oct-17
Basis	-3.00	
Sep-17		8.60
Oct-17		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-17	1.70	517.20	518.80	512.70	517.00
Sep-17	0.90	516.00	517.90	512.50	515.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-17	1249	120	2053	-255
Sep-17	1607	-579	3889	385

Vol-OI are taken at 5:05 PM

Spread	Aug-17	Sep-17
Basis	7.0	
Aug-17		-1.9
Sep-17		

* 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-Sep	0.67	34.81	35.01	34.6	34.73
15-Oct	0.66	34.92	35.14	34.7	34.85
15-Dec	0.67	35.25	35.37	34.92	35.09
15-Jan	0.67	35.34	35.51	35.07	35.24
15-Mar	0.64	35.55	35.71	35.27	35.43

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	-9	2722	2730	2706	2723
15-Oct	-1	2734	2740	2706	2727
15-Nov	2	2740	2752	2715	2738
15-Dec	4	2745	2758	2727	2746

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/11/2017	6.66	13353	4.28	17.21	64.11	3.16	93.33	47.69

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Aug-17	22-Aug-17	
Refined Soybean Oil	Indore	660	652	8
	Indore (Soy Solvent Crude)	625	622	3
	Mumbai	670	665	5
	Mumbai (Soy Degum)	622	617	5
	Kandla/Mundra	650	650	Unch
	Kandla/Mundra (Soy Degum)	622	615	7
	Kolkata	670	670	Unch
	Delhi	690	690	Unch
	Nagpur	709	705	4
	Rajkot	645	645	Unch
	Kota	655	650	5
	Hyderabad	680	680	Unch
	Akola	700	700	Unch
	Amrawati	700	700	Unch
	Bundi	650	640	10
	Jalna	711	708	3
	Alwar	NA	NA	-
	Solapur	709	705	4
	Dhule	713	712	1
Palm Oil	Kandla (Crude Palm Oil)	524	518	6
	Kandla (RBD Palm oil)	550	550	Unch
	Kandla RBD Pamolein	570	570	Unch
	Kakinada (Crude Palm Oil)	500	500	Unch
	Kakinada RBD Pamolein	565	565	Unch

	Haldia Pamolein	570	570	Unch
	Chennai RBD Pamolein	570	570	Unch
	KPT (krishna patnam) Pamolein	565	565	Unch
	Mumbai RBD Pamolein	580	578	2
	Delhi	630	625	5
	Rajkot	562	565	-3
	Hyderabad	527	527	Unch
	Mangalore RBD Pamolein	570	570	Unch
	PFAD (Kandla)	430	430	Unch
	Refined Palm Stearin (Kandla)	455	455	Unch
Refined Sunflower Oil	Chennai	675	675	Unch
	Mumbai	715	715	Unch
	Mumbai(Expeller Oil)	625	625	Unch
	Kandla (Ref.)	685	685	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	679	679	Unch
	Latur (Expeller Oil)	665	665	Unch
	Chellakere (Expeller Oil)	635	620	15
	Erode (Expeller Oil)	690	685	5
Groundnut Oil	Rajkot	870	850	20
	Chennai	870	870	Unch
	Delhi	900	900	Unch
	Hyderabad *	900	900	Unch
	Mumbai	865	860	5
	Gondal	820	810	10
	Jamnagar	830	810	20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	765	765	Unch
	Jaipur (Kacchi Ghani Oil)	798	795	3
	Kota (Expeller Oil)	755	750	5
	Kota (Kacchi Ghani Oil)	790	790	Unch
	Neewai (Expeller Oil)	765	763	2
	Neewai (Kacchi Ghani Oil)	780	770	10
	Bharatpur (Kacchi Ghani Oil)	790	785	5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	765	765	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	785	Unch
	Mumbai (Expeller Oil)	790	780	10
	Kolkata(Expeller Oil)	850	820	30



	New Delhi (Expeller Oil)	780	775	5
	Hapur (Expeller Oil)	770	750	20
	Hapur (Kacchi Ghani Oil)	860	820	40
	Agra (Kacchi Ghani Oil)	795	790	5
Refined Cottonseed Oil	Rajkot	680	680	Unch
	Hyderabad	645	645	Unch
	Mumbai	695	690	5
	New Delhi	675	675	Unch
Coconut Oil	Kangayan (Crude)	1340	1330	10
	Cochin	1420	1420	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	780	770	10
	Mumbai	NA	NA	-
Kardi	Mumbai	NA	NA	-
Rice Bran Oil (40%)	New Delhi	495	495	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	668	670	-2
	CNF India	695	695	Unch
Indonesia CPO USD/MT	FOB	665	668	-3
	CNF India	695	698	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	663	665	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	660	663	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1340	1320	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	630	630	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1250	-
Ukraine Origin CSFO USD/MT Kandla	CIF	835	828	7
Rapeseed Oil Rotterdam Euro/MT	FOB	750	743	7
Argentina FOB (\$/MT)		22-Aug-17	21-Aug-17	Change
Crude Soybean Oil Ship		770	Unq	-
Refined Soy Oil (Bulk) Ship		797	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		750	Unq	-
Refined Linseed Oil (Bulk) Ship		790	Unq	-
* 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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