



### Domestic Fundamentals:

- Mixed trend featured in edible oil prices at various key market centers on Friday.
- Palm oil- Exports from Malaysia in August fell rose 0-1 percent, according to cargo surveyor ITS indicating higher buying from importers like China.  
China reported surge in imports in last 5 days of August. China is buying more ahead of Mid Autumn Festival. CNGOIC has said the China will purchase 450,000 tons of palm oil every month. China booked various cargoes in early August which led to surge in last 5 days of August. Further, stocks of palm oil at ports in China are half of the average. EU is buying less as EU countries force lower import of palm oil due to destruction of forests to build palm plantations. India is buying in higher quantities due to stocking ahead of Dussehra and Diwali festivals. Appreciation of Ringgit and expectation of rise in end stocks of palm oil in Malaysia in August has dragged down prices in near term. Stocks will rise on higher production of palm oil. Indonesia kept crude palm oil export duty unchanged at zero as it expects prices will miss certain thresholds. Ringgit appreciation is expected to underpin palm oil prices in near term. Markets will be closed on Thursday and Friday which has led to profit taking in markets.
- Soy oil- Soy oil prices are expected to rise in international markets on lower stocks of soy oil due to higher production of soy oil on higher crush of soybean. Demand of soy oil in US is firm which has reduced soy oil stocks in the country. Lower stocks of soy oil in US will support prices of soy oil.  
Further, soy oil demand use is expected to rise in US due to higher production of soy oil based biodiesel on tariff imposed on Argentina which will stop the import of soy oil in US as Argentina's biodiesel will become uncompetitive on tariffs above 15 percent. US trade department has said to impose higher tariff on imports from Argentina. Argentina has indicated that it will raise the issue with US for negotiations before moving to world body for redressal. Argentina will move to WTO to redress the issue as it done with EU. U.S. commerce department decision to impose countervailing duties on exports of biodiesel from Argentina will support soy oil prices in near to medium term. Soy oil prices were dragged down by good condition of soybean crop in US as reported by USDA in its weekly crop report. Most of the parameters improved substantially in last week. Good to excellent crop condition grew one basis points to 61 percent. All other parameters are above 5-year average. Weather has improved in US Midwest and conditions are favorable for development stage, which will increase yield of soybean crop. Yields are expected to record higher numbers as record soybean are expected to be produced in US.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's August palm oil exports rose 0.3 percent to 1,243,361 tons from 1,239,407 last month. Top buyers were European Union at 321,325 tons (323,071 tons), China at 204,450 tons (174,116 tons) and India & Subcontinent at 164,750 tons (242,600 tons). Values in brackets are figures of last month.

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

### NCDEX Soy Refined Oil:

| Contract | +/-   | Open   | High   | Low    | Close  |
|----------|-------|--------|--------|--------|--------|
| Sep-17   | -2.20 | 658.20 | 658.70 | 655.30 | 655.80 |
| Oct-17   | -0.05 | 665.20 | 665.20 | 663.00 | 664.00 |

Prices are taken at 5:05 PM

| Contract | Volume | Change | OI    | Change |
|----------|--------|--------|-------|--------|
| Sep-17   | 7,940  | -1200  | 32600 | -1370  |
| Oct-17   | 5,760  | -130   | 40730 | 450    |

Vol-OI are taken at 5:05 PM

| Spread | Sep-17 | Oct-17 |
|--------|--------|--------|
| Basis  | -3.80  |        |
| Sep-17 |        | 8.20   |
| Oct-17 |        |        |

### MCX CPO:

| Contract | +/-  | Open   | High   | Low    | Close  |
|----------|------|--------|--------|--------|--------|
| Sep-17   | 1.20 | 519.00 | 519.80 | 518.00 | 519.00 |
| Oct-17   | 1.30 | 517.60 | 519.10 | 517.60 | 518.70 |

Prices are taken at 5:05 PM

| Contract | Volume | Change | OI   | Change |
|----------|--------|--------|------|--------|
| Sep-17   | 544    | -464   | 4395 | 165    |
| Oct-17   | 40     | -208   | 1213 | 116    |

Vol-OI are taken at 5:05 PM

| Spread | Sep-17 | Oct-17 |
|--------|--------|--------|
| Basis  | 3.0    |        |
| Sep-17 |        | -0.3   |
| Oct-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   | 0.02  | 34.33 | 34.43 | 34.33 | 34.35 |
| 15-Oct   | -0.03 | 34.44 | 34.56 | 34.41 | 34.41 |
| 15-Dec   | 0     | 34.66 | 34.82 | 34.66 | 34.69 |
| 15-Jan   | 0     | 34.84 | 34.96 | 34.83 | 34.83 |
| 15-Mar   | 0.01  | 35.04 | 35.18 | 35.04 | 35.05 |

**BMD CPO Futures:**

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low  | Close |
|----------|-----|------|------|------|-------|
| 15-Sep   | -11 | 2716 | 2718 | 2693 | 2695  |
| 15-Oct   | -7  | 2724 | 2728 | 2703 | 2706  |
| 15-Nov   | -5  | 2732 | 2735 | 2715 | 2717  |
| 15-Dec   | -4  | 2747 | 2748 | 2729 | 2731  |

**Forex:**

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|---------------------------|
| 01/09/2017    | 6.56         | 13327             | 4.27              | 17.33          | 63.90        | 3.15           | 92.61        | 46.88                     |

**Edible Oil Prices at Key Market**

| Commodity           | Centre                     | Prices(Per 10 Kg) |           | Change |
|---------------------|----------------------------|-------------------|-----------|--------|
|                     |                            | 1-Sep-17          | 31-Aug-17 |        |
| Refined Soybean Oil | Indore                     | 652               | 650       | 2      |
|                     | Indore (Soy Solvent Crude) | 622               | 622       | Unch   |
|                     | Mumbai                     | 670               | 663       | 7      |
|                     | Mumbai (Soy Degum)         | 617               | 617       | Unch   |
|                     | Kandla/Mundra              | 645               | 640       | 5      |
|                     | Kandla/Mundra (Soy Degum)  | 615               | 610       | 5      |
|                     | Kolkata                    | 670               | 670       | Unch   |
|                     | Delhi                      | 680               | 680       | Unch   |
|                     | Nagpur                     | 703               | 702       | 1      |
|                     | Rajkot                     | 640               | 635       | 5      |
|                     | Kota                       | 650               | 650       | Unch   |
|                     | Hyderabad                  | 675               | 675       | Unch   |
|                     | Akola                      | 699               | 700       | -1     |
|                     | Amrawati                   | 702               | 700       | 2      |
|                     | Bundi                      | 650               | 650       | Unch   |
|                     | Jalna                      | 708               | 708       | Unch   |
|                     | Alwar                      | NA                | NA        | -      |
|                     | Solapur                    | 708               | 708       | Unch   |
|                     | Dhule                      | 709               | 710       | -1     |
| Palm Oil            | Kandla (Crude Palm Oil)    | 522               | 519       | 3      |
|                     | Kandla (RBD Palm oil)      | 545               | 550       | -5     |
|                     | Kandla RBD Pamolein        | Closed            | Closed    | -      |
|                     | Kakinada (Crude Palm Oil)  | 565               | 565       | Unch   |
|                     | Kakinada RBD Pamolein      | 565               | 560       | 5      |



|                          |                                    |     |     |      |
|--------------------------|------------------------------------|-----|-----|------|
|                          | Haldia Pamolein                    | 575 | 575 | Unch |
|                          | Chennai RBD Pamolein               | 570 | 570 | Unch |
|                          | KPT (krishna patnam) Pamolein      | 565 | 565 | Unch |
|                          | Mumbai RBD Pamolein                | 580 | 585 | -5   |
|                          | Delhi                              | 615 | 620 | -5   |
|                          | Rajkot                             | 560 | 557 | 3    |
|                          | Hyderabad                          | 532 | 532 | Unch |
|                          | Mangalore RBD Pamolein             | 570 | 570 | Unch |
|                          | PFAD (Kandla)                      | 430 | 430 | Unch |
|                          | Refined Palm Stearin (Kandla)      | 455 | 455 | Unch |
| Refined Sunflower Oil    | Chennai                            | 665 | 665 | Unch |
|                          | Mumbai                             | 710 | 710 | Unch |
|                          | Mumbai(Expeller Oil)               | 625 | 630 | -5   |
|                          | Kandla (Ref.)                      | 680 | 685 | -5   |
|                          | Kandla/Mundra (Crude)              | NA  | NA  | -    |
|                          | Hyderabad (Ref)                    | 665 | 665 | Unch |
|                          | Latur (Expeller Oil)               | 690 | 670 | 20   |
|                          | Chellakere (Expeller Oil)          | 630 | 630 | Unch |
|                          | Erode (Expeller Oil)               | 710 | 710 | Unch |
| Groundnut Oil            | Rajkot                             | 800 | 820 | -20  |
|                          | Chennai                            | 860 | 860 | Unch |
|                          | Delhi                              | 900 | 900 | Unch |
|                          | Hyderabad *                        | 880 | 870 | 10   |
|                          | Mumbai                             | 830 | 840 | -10  |
|                          | Gondal                             | 790 | 790 | Unch |
|                          | Jamnagar                           | 800 | 800 | Unch |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil)              | 770 | 765 | 5    |
|                          | Jaipur (Kacchi Ghani Oil)          | 796 | 796 | Unch |
|                          | Kota (Expeller Oil)                | 750 | 760 | -10  |
|                          | Kota (Kacchi Ghani Oil)            | 785 | 790 | -5   |
|                          | Neewai (Expeller Oil)              | 760 | 765 | -5   |
|                          | Neewai (Kacchi Ghani Oil)          | 780 | 780 | Unch |
|                          | Bharatpur (Kacchi Ghani Oil)       | 796 | 795 | 1    |
|                          | 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) | 780 | 785 | -5   |
|                          | Mumbai (Expeller Oil)              | 775 | 785 | -10  |
|                          | Kolkata(Expeller Oil)              | 870 | 870 | Unch |



|   |                          |           |           |        |
|---|--------------------------|-----------|-----------|--------|
|   | New Delhi (Expeller Oil) | 770       | 770       | Unch   |
|   | Hapur (Expeller Oil)     | 800       | 800       | Unch   |
|   | Hapur (Kacchi Ghani Oil) | 880       | 880       | Unch   |
|   | Agra (Kacchi Ghani Oil)  | 801       | 800       | 1      |
|   |                          |           |           |        |
| Refined Cottonseed Oil                              | Rajkot                   | 645       | 650       | -5     |
|   | Hyderabad                | 650       | 650       | Unch   |
|   | Mumbai                   | 685       | 685       | Unch   |
|   | New Delhi                | 650       | 650       | Unch   |
|   |                          |           |           |        |
| Coconut Oil   | Kangayan (Crude)         | 1400      | 1370      | 30     |
|   | Cochin                   | 1460      | 1450      | 10     |
|   | Trissur                  | NA        | NA        | -      |
|   |                          |           |           |        |
| Sesame Oil  | New Delhi                | 770       | 770       | Unch   |
|   | Mumbai                   | NA        | NA        | -      |
| Kardi   | Mumbai                   | NA        | NA        | -      |
| Rice Bran Oil (40%)                                 | New Delhi                | 510       | 500       | 10     |
| Rice Bran Oil (4%)                                  | Punjab                   | 590       | 585       | 5      |
| Rice Bran Oil (4%)                                  | Uttar Pradesh            | NA        | NA        | -      |
|   |                          |           |           |        |
| Malaysia Palmolein USD/MT                           | FOB                      | Closed    | Closed    | -      |
|   | CNF India                | 703       | 700       | 3      |
| Indonesia CPO USD/MT                                | FOB                      | Closed    | Closed    | -      |
|   | CNF India                | 705       | 700       | 5      |
| RBD Palm oil (Malaysia Origin USD/MT)               | FOB                      | Closed    | Closed    | -      |
| RBD Palm Stearin (Malaysia Origin USD/MT)           | FOB                      | Closed    | Closed    | -      |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT)        | FOB                      | Closed    | Closed    | -      |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB                      | Closed    | Closed    | -      |
| Crude palm Kernel Oil India (USD/MT)                | CNF India                | NA        | 1290      | -      |
| Ukraine Origin CSFO USD/MT Kandla                   | CIF                      | 833       | 832       | 1      |
| Rapeseed Oil Rotterdam Euro/MT                      | FOB                      | 740       | 736       | 4      |
|   |                          |           |           |        |
| Argentina FOB (\$/MT)                               |                          | 31-Aug-17 | 30-Aug-17 | Change |
| Crude Soybean Oil Ship                              |                          | 774       | 768       | 6      |
| Refined Soy Oil (Bulk) Ship                         |                          | 801       | 795       | 6      |
| Sunflower Oil Ship                                  |                          | 740       | 740       | Unch   |
| Cottonseed Oil Ship                                 |                          | 754       | 748       | 6      |
| Refined Linseed Oil (Bulk) Ship                     |                          | 794       | 788       | 6      |
| * 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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