

**Domestic Fundamentals:**

- Edible oil complex featured mostly firm in various market centers on Monday.
- MCX CPO and NCDEX Soy oil gained on Monday rebounding from lower close last week. CME soy oil gained on support from soybean prices whereas BMD remained flat under the impression of bearish sentiments evolving out of expectation of rising palm oil stocks in Indonesia and Malaysia.
- Sowing of oilseeds pickup up last week with most of the pickup seen in groundnut. Soybean sowing is higher by 6 percent compared to corresponding period last year, groundnut sowing was lagging by about 12 percent due to 30 percent lower sowing in Gujarat due to initial dry conditions in the state and lower prevailing prices of groundnut. Overall sowing of oilseed was lagging by 1.15 percent, pickup from last week fall of about 8 percent.
- However, since sowing of groundnut is lagging, oil production could fall higher due to higher oil content in groundnut compared to soybean.
- The key factor that is evolving around the US soy complex is the upcoming production expectations of the ongoing crop and with the crop conditions are well above the year's average a bumper harvest is on cards and thus the CME soy oil may again dive to 27.73 cents per pound. The monthly soybean crush has already been recording their months high thus the soy oil supplies is expected to remain oversupplied.
- Higher exports demand of soymeal and rising domestic consumption has resulted in y-o-y higher crush this marketing year.
- According to USDA the 2017-18 meal consumption is at 32.03 million tons as compared to 30.31 million tons last year. Exports too are high with estimates at 12.24 million tons against 10.5 million tons last year.
- The soy oil stocks at the end of 2017-18 is estimated at 105 million tons against .776 million tons recording highest stocks since 2011-12 The highest stocks ever recorded soy oil was in 2009-10 with 1.545 million tons..
- With such bearishness in CME soy oil Argentina has an advantage of selling their soy oil at premium, since US is not a large exporter of soy oil due to limited crushing capacity Argentina is enjoying a monopolistic situation and US –China trade war has further helped to keep selling soy oil at premium though the Argentinean crush is estimated at slightly down as compared to last year. Higher beginning stock and imports has let the bean supplies sufficient enough to meet crush demand. Argentina is offering soy oil at a premium of 1.65 cents over CME soy oil for near month delivery.
- At sun oil front, sun crop look very promising and thus the new crop sun oil offered cheapest in 5 years for OND month at \$715 ton. Sun has lost its advantage over soya over the aggressive falls in CME soy oil.
- At domestic front, as soy oil prices has crashed sellers at Kandla and JNPT are finding it difficult to depose the heavy imports done on the back of sun at discount over soya. Kandla doesn't serve to the key sun oil consuming areas and thus the stocks have stuck. Whereas Chennai the importers are finding it difficult to source the sun oil as Ukraine has sold its stock and it is costlier to transport from Kandla to Chennai. Thus Kandla refined sun oil is cheaper by 15 rupees per 10 kg.
- Refined sun oil is at a premium of INR 15-25 against cost of refined soy oil on daily landed cost basis.

Outlook: Edible oil basket is expected to feature range –bound to weak sentiment in near term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Aug-18	0.95	740.50	744.40	740.30	743.30
Sep-18	2.25	739.00	741.20	737.90	739.90

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-18	6,360	-4020	35170	-2390
Sep-18	4,330	-7940	32790	440

Vol-OI are taken at 5:05

Spread	Aug-18	Sep-18
Basis	1.70	
Aug-18		-3.40
Sep-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-18	0.60	617.80	618.60	616.80	618.30
Aug-18	0.10	605.00	605.50	602.00	604.50

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
July-18	141	1	1880	-228
Aug-18	450	-103	5908	-33

Vol-OI are taken at 5:05 PM

Spread	July-18	Aug-18
Basis	10.7	
July-18		-13.8
Aug-18		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Aug-18	0.27	28.41	28.43	28.68	28.68
Sep-18	0.28	28.51	28.53	28.79	28.79
Oct-18	0.24	28.61	28.61	28.85	28.85
Dec-18	0.26	28.82	28.82	29.08	29.08
Jan-19	0.24	29.07	29.2	29.31	29.31

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Aug-18	6	2140	2140	2128	2129
Sep-18	7	2172	2181	2164	2171
Oct-18	5	2197	2204	2186	2192
Nov-18	5	2223	2229	2215	2220

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
30/07/2018	6.82	14403	4.057	27.32	68.67	3.71	94.50	70.14

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		30-Jul-18	28-Jul-18	
Refined Soybean Oil	Indore	745	740	5
	Indore (Soy Solvent Crude)	705	700	5
	Mumbai	755	750	5
	Mumbai (Soy Degum)	700	700	Unch
	Kandla/Mundra	725	723	2
	Kandla/Mundra (Soy Degum)	695	692	3
	Kolkata	725	730	-5
	Delhi	780	780	Unch
	Nagpur	761	761	Unch
	Rajkot	725	725	Unch
	Kota	745	745	Unch
	Hyderabad	780	780	Unch
	Akola	761	761	Unch
	Amrawati	761	761	Unch
	Bundi	750	750	Unch
	Jalna	762	762	Unch
	Alwar	Unq	Unq	-
	Solapur	753	753	Unch
	Dhule	762	762	Unch
Palm Oil*	Kandla (Crude Palm Oil)	660	658	2
	Kandla (RBD Palm oil)	672	672	Unch
	Kandla RBD Pamolein	704	704	Unch
	Kakinada (Crude Palm Oil)	641	641	Unch
	Kakinada RBD Pamolein	704	706	-2
	Haldia Pamolein	709	711	-2

	Chennai RBD Pamolein	709	709	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	798	798	Unch
	KPT (krishna patnam) Pamolein	698	698	Unch
	Mumbai RBD Pamolein	725	712	13
	Mangalore RBD Pamolein	716	709	7
	Tuticorin (RBD Palmolein)	709	709	Unch
	Delhi	760	755	5
	Rajkot	709	709	Unch
	Hyderabad	710	710	Unch
	PFAD (Kandla)	410	410	Unch
	Refined Palm Stearin (Kandla)	557	562	-5
	Superolien (Kandla)	767	767	Unch
	Superolien (Mumbai)	798	798	Unch
	* inclusive of GST			
Refined Sunflower Oil	Chennai	805	805	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	760	755	5
	Kandla (Ref.)	790	790	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	820	820	Unch
	Latur (Expeller Oil)	805	805	Unch
	Chellakere (Expeller Oil)	775	775	Unch
	Erode (Expeller Oil)	845	845	Unch
Groundnut Oil	Rajkot	840	840	Unch
	Chennai	840	840	Unch
	Delhi	850	850	Unch
	Hyderabad *	855	855	Unch
	Mumbai	870	870	Unch
	Gondal	850	840	10
	Jamnagar	850	840	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	850	855	-5
	Jaipur (Kacchi Ghani Oil)	880	875	5
	Kota (Expeller Oil)	830	830	Unch
	Kota (Kacchi Ghani Oil)	865	865	Unch
	Neewai (Expeller Oil)	855	850	5
	Neewai (Kacchi Ghani Oil)	870	865	5
	Bharatpur (Kacchi Ghani Oil)	880	870	10
	Alwar (Expeller Oil)	860	860	Unch
	Alwar (Kacchi Ghani Oil)	880	880	Unch



	Sri-Ganga Nagar(Exp Oil)	845	845	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	865	865	Unch
	Mumbai (Expeller Oil)	865	840	25
	Kolkata(Expeller Oil)	950	950	Unch
	New Delhi (Expeller Oil)	880	885	-5
	Hapur (Expeller Oil)	870	870	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	885	875	10
Refined Cottonseed Oil	Rajkot	795	795	Unch
	Hyderabad	785	785	Unch
	Mumbai	800	795	5
	New Delhi	770	765	5
Coconut Oil	Kangayan (Crude)	1670	1670	Unch
	Cochin	1710	1700	10
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1000	1000	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	870	870	Unch
Rice Bran Oil (40%)	New Delhi	675	680	-5
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	555	553	2
	CNF India	575	573	2
Indonesia CPO USD/MT	FOB	543	535	8
	CNF India	568	565	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	553	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	560	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1020	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	490	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	793	797	-4
Rapeseed Oil Rotterdam Euro/MT	FOB	718	Closed	-
Argentina FOB (\$/MT)		28-Jul-18	27-Jul-18	Change
Crude Soybean Oil Ship		Closed	643	-
Refined Soy Oil (Bulk) Ship		Closed	676	-
Sunflower Oil Ship		Closed	720	-



Cottonseed Oil Ship	Closed	633	-
Refined Linseed Oil (Bulk) Ship	Closed	Unq	-
<i>* indicates including GST</i>			

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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