



### Domestic Fundamentals:

- Edible oil complex featured mixed tone in various market centers on Wednesday.
- MCX CPO and NCDEX soy oil fell on Wednesday. CME soy oil fell while whereas BMD rose on technical rebound.
- Palm oil prices are underpinned by expectation of rise in end stocks of palm oil in Malaysia on rise in production of palm oil in Malaysia and fall in exports of palm oil from Malaysia.  
Further, palm oil is underpinned owing to weak demand in India and appreciation of Rupee since last week.
- Soy oil prices are underpinned by weak demand, appreciation of Rupee, better than expected soybean crop condition in US and weak demand of soybean from China.
- 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.
- 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 \$762.5 per ton. Sun has lost its advantage over soya over the aggressive falls in CME soy oil.
- According to cargo surveyor AmSpec Agri, Malaysia's July palm oil exports fell 3.9 percent to 1,030,909 tons compared to 1,073,224 ton last month.
- In the weekly USDA crop progress report released on 30 July; Soybeans blooming are reported at 86% which is up from 80% from the corresponding period last year and higher compared to the 5-year average of 77%. Soybean setting pods are reported at 60% which is up from 45% in corresponding period last year and 5-year average of 41%. About 70% of the soybean planted crop is under good to excellent condition which is up from 59% during the corresponding period last year.

**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	-1.30	744.90	745.20	741.20	743.45
Sep-18	-2.80	739.50	742.00	738.30	739.50

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-18	11,330	-2650	35400	-1520
Sep-18	7,600	-280	36870	3140

Vol-OI are taken at 5:05

Spread	Aug-18	Sep-18
Basis	6.55	
Aug-18		-3.95
Sep-18		

### MCX CPO:

Contract	+/-	Open	High	Low	Close
July-18	-1.00	596.10	598.80	594.20	598.70
Aug-18	-1.40	593.00	593.50	589.50	593.50

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
July-18	2331	937	8040	1768
Aug-18	896	741	4643	1037

Vol-OI are taken at 5:05 PM

Spread	July-18	Aug-18
Basis	11.3	
July-18		-5.2
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	18	2123	2150	2123	2150
Sep-18	16	2178	2198	2171	2190
Oct-18	17	2197	2219	2190	2212
Nov-18	18	2224	2247	2217	2240

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
01/08/2018	6.80	14439	4.064	27.42	68.43	3.75	94.59	68.00

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		1-Aug-18	31-Jul-18	
Refined Soybean Oil	Indore	750	745	5
	Indore (Soy Solvent Crude)	712	700	12
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	702	702	Unch
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	695	695	Unch
	Kolkata	722	720	2
	Delhi	780	780	Unch
	Nagpur	760	764	-4
	Rajkot	720	725	-5
	Kota	740	745	-5
	Hyderabad	770	780	-10
	Akola	762	764	-2
	Amrawati	761	761	Unch
	Bundi	745	750	-5
	Jalna	761	765	-4
	Alwar	Unq	Unq	-
	Solapur	752	754	-2
	Dhule	761	764	-3
Palm Oil*	Kandla (Crude Palm Oil)	641	656	-16
	Kandla (RBD Palm oil)	677	672	5
	Kandla RBD Pamolein	709	709	Unch
	Kakinada (Crude Palm Oil)	641	641	Unch
	Kakinada RBD Pamolein	704	704	Unch
	Haldia Pamolein	704	701	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	725	Unch
	Mangalore RBD Pamolein	706	716	-11
	Tuticorin (RBD Palmolein)	704	709	-5
	Delhi	765	750	15
	Rajkot	698	709	-11
	Hyderabad	715	710	5
	PFAD (Kandla)	410	410	Unch
	Refined Palm Stearin (Kandla)	557	557	Unch
	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)	755	750	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)	772	775	-3
	Erode (Expeller Oil)	840	845	-5
Groundnut Oil	Rajkot	900	840	60
	Chennai	850	840	10
	Delhi	850	850	Unch
	Hyderabad *	860	855	5
	Mumbai	920	900	20
	Gondal	900	850	50
	Jamnagar	900	840	60
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	855	860	-5
	Jaipur (Kacchi Ghani Oil)	878	880	-2
	Kota (Expeller Oil)	825	830	-5
	Kota (Kacchi Ghani Oil)	870	870	Unch
	Neewai (Expeller Oil)	850	850	Unch
	Neewai (Kacchi Ghani Oil)	865	865	Unch
	Bharatpur (Kacchi Ghani Oil)	890	890	Unch
	Alwar (Expeller Oil)	860	860	Unch
	Alwar (Kacchi Ghani Oil)	880	880	Unch



	Sri-Ganga Nagar(Exp Oil)	850	850	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	870	870	Unch
	Mumbai (Expeller Oil)	870	865	5
	Kolkata(Expeller Oil)	950	950	Unch
	New Delhi (Expeller Oil)	880	878	2
	Hapur (Expeller Oil)	870	870	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	895	895	Unch
Refined Cottonseed Oil	Rajkot	810	795	15
	Hyderabad	795	785	10
	Mumbai	810	800	10
	New Delhi	780	770	10
Coconut Oil	Kangayan (Crude)	1690	1670	20
	Cochin	1710	1710	Unch
	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	675	Unch
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	570	5
Indonesia CPO USD/MT	FOB	538	540	-2
	CNF India	565	563	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	558	553	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	560	560	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1000	1010	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	488	490	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	950	-
Ukraine Origin CSFO USD/MT Kandla	CIF	773	793	-20
Rapeseed Oil Rotterdam Euro/MT	FOB	722	719	3
Argentina FOB (\$/MT)		31-Jul-18	30-Jul-18	Change
Crude Soybean Oil Ship		656	649	7
Refined Soy Oil (Bulk) Ship		679	672	7
Sunflower Oil Ship		720	720	Unch



Cottonseed Oil Ship	636	629	7
Refined Linseed Oil (Bulk) Ship	Unq	Unq	-
* indicates including GST			

**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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