

Domestic Fundamentals:

- Edible oil complex featured mixed tone in various market centers on Monday.
- Sowing of oilseeds pickup up last week with most of the pickup seen in groundnut. Soybean sowing is higher by 10.6 percent compared to corresponding period last year, groundnut sowing was lagging by about 3.85 percent due to 12 percent lower sowing in Gujarat due to initial dry conditions in the state and lower prevailing prices of groundnut. Overall sowing of oilseed was higher by 5.8 percent, pickup from last week fall of about 1.15 percent.
- Pickup in sowing of oilseeds will especially soybean and groundnut will cut incremental imports of edible oils in 2018.
- MCX CPO and NCDEX soy oil fell on Monday after technical rebound seen on Friday. CME soy oil and BMD rose palm oil 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.
According to trade estimates palm oil end stock in Malaysia in July is expected to rise 7 percent to 2.34 MMT on 15.9 percent rise in production to 1.54 MMT and 0.9 percent rise in exports at 1.14 MMT.
Palm oil production is expected to rise on return of labour to plantations after two months of supply disruption due to Ramadan. Production is expected to rise on seasonal uptrend of production. Production is expected to stay elevated in August and September. Production of palm oil in Malaysia in July surged in July 2017, the growth may be repeated this year too.
Palm oil exports fell 0-4 percent in month of July on weak buying from India, China and other destinations where Ramadan demand was there.
Fall in competitive oils like CBOT soy oil and RBD palmolein DALIAN due to oversupply concerns in respective countries.
Weak ringgit is expected to support palm oil prices in near term.
- China is expected to import in lesser quantity of palm oil in August after weak July due to record stocks of soybean and soy meal due to higher imports of soybean in June and slowdown of demand of soy meal which has led to shutdown of crushers.
- China is liquidating state soybean and soy oil reserves in an effort to supply soybean in Chinese market to keep soybean prices low in the country.
- 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.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July palm oil exports fell 5.6 percent to 1,049,970 tons compared to 1,058,832 tons last month. Top buyers are European Union at 252,561 tons (244,329 tons), China at 139,225 tons (178,080 tons), India at 135,920 tons (124,100 tons), United States at 45,498 tons (63,580 tons) and Pakistan at 27,000 tons (52,600 tons). Values in brackets are figures of last month.

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	-7.20	737.25	738.60	731.00	732.15
Sep-18	-4.15	731.95	733.30	727.45	728.25

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-18	10,010	-470	24890	-350
Sep-18	10,710	1920	36760	-3250

Vol-OI are taken at 5:05

Spread	Aug-18	Sep-18
Basis	17.85	21.75
Aug-18		-3.90
Sep-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
July-18	-2.20	591.30	593.20	588.60	589.50
Aug-18	-2.40	589.20	589.30	584.70	585.80

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
July-18	920	-134	7655	-92
Aug-18	256	-227	5244	59

Vol-OI are taken at 5:05 PM

Spread	July-18	Aug-18
Basis	4.5	8.2
July-18		-3.7
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	10	2180	2180	2180	2170
Sep-18	13	2190	2194	2175	2178
Oct-18	9	2209	2215	2193	2196
Nov-18	12	2236	2244	2224	2224

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
06/08/2018	6.85	14475	4.08	27.29	68.88	3.71	94.59	69.36

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		6-Aug-18	4-Aug-18	
Refined Soybean Oil	Indore	750	745	5
	Indore (Soy Solvent Crude)	710	710	Unch
	Mumbai	755	750	5
	Mumbai (Soy Degum)	695	692	3
	Kandla/Mundra	720	715	5
	Kandla/Mundra (Soy Degum)	687	685	2
	Kolkata	722	720	2
	Delhi	770	770	Unch
	Nagpur	752	759	-7
	Rajkot	715	715	Unch
	Kota	740	740	Unch
	Hyderabad	775	775	Unch
	Akola	755	760	-5
	Amrawati	754	759	-5
	Bundi	745	745	Unch
	Jalna	752	760	-8
	Alwar	Unq	Unq	-
	Solapur	746	752	-6
	Dhule	756	763	-7
Palm Oil*	Kandla (Crude Palm Oil)	624	624	Unch
	Kandla (RBD Palm oil)	659	659	Unch
	Kandla RBD Pamolein	693	693	Unch
	Kakinada (Crude Palm Oil)	625	630	-5
	Kakinada RBD Pamolein	693	693	Unch
	Haldia Pamolein	698	698	Unch

	Chennai RBD Pamolein	698	698	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	782	782	Unch
	KPT (krishna patnam) Pamolein	688	688	Unch
	Mumbai RBD Pamolein	709	709	Unch
	Mangalore RBD Pamolein	706	706	Unch
	Tuticorin (RBD Palmolein)	701	701	Unch
	Delhi	737	735	2
	Rajkot	695	689	6
	Hyderabad	710	710	Unch
	PFAD (Kandla)	394	394	Unch
	Refined Palm Stearin (Kandla)	546	546	Unch
	Superolien (Kandla)	751	751	Unch
	Superolien (Mumbai)	782	782	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	800	800	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	745	745	Unch
	Kandla (Ref.)	780	780	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	810	810	Unch
	Latur (Expeller Oil)	800	800	Unch
	Chellakere (Expeller Oil)	770	770	Unch
	Erode (Expeller Oil)	840	840	Unch
Groundnut Oil	Rajkot	915	890	25
	Chennai	880	880	Unch
	Delhi	850	850	Unch
	Hyderabad *	890	890	Unch
	Mumbai	920	920	Unch
	Gondal	900	900	Unch
	Jamnagar	910	910	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	855	855	Unch
	Jaipur (Kacchi Ghani Oil)	878	877	1
	Kota (Expeller Oil)	830	825	5
	Kota (Kacchi Ghani Oil)	860	860	Unch
	Neewai (Expeller Oil)	845	840	5
	Neewai (Kacchi Ghani Oil)	864	858	6
	Bharatpur (Kacchi Ghani Oil)	860	880	-20
	Alwar (Expeller Oil)	850	850	Unch
	Alwar (Kacchi Ghani Oil)	870	870	Unch



	Sri-Ganga Nagar(Exp Oil)	840	840	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	860	Unch
	Mumbai (Expeller Oil)	875	875	Unch
	Kolkata(Expeller Oil)	950	950	Unch
	New Delhi (Expeller Oil)	872	873	-1
	Hapur (Expeller Oil)	865	Closed	-
	Hapur (Kacchi Ghani Oil)	905	Closed	-
	Agra (Kacchi Ghani Oil)	865	885	-20
Refined Cottonseed Oil	Rajkot	795	805	-10
	Hyderabad	790	790	Unch
	Mumbai	820	810	10
	New Delhi	775	775	Unch
Coconut Oil	Kangayan (Crude)	1670	1670	Unch
	Cochin	1700	1700	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	678	675	3
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	560	555	5
	CNF India	583	575	8
Indonesia CPO USD/MT	FOB	540	538	2
	CNF India	570	565	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	558	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	560	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1000	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	485	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	775	775	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	726	Closed	-
Argentina FOB (\$/MT)		4-Aug-18	3-Aug-18	Change
Crude Soybean Oil Ship		Closed	649	-
Refined Soy Oil (Bulk) Ship		Closed	672	-
Sunflower Oil Ship		Closed	713	-

Cottonseed Oil Ship	Closed	629	-
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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