

Domestic Fundamentals:

- Edible oil complex featured weak tone in various market centers on Tuesday.
- MCX CPO rose for third day in a row while NCDEX soy oil rose on technical rebound after steep fall on Monday. CME soy oil fell yesterday while BMD palm oil rose for third day today.
- Indonesia plans to implement use of palm oil based biodiesel on all the diesel vehicles starting next month. Indonesia aims to cut crude oil imports to tide over current account deficit. However, skeptics are worried about more rain forest devastation due to increasing use of palm oil.
- Palm oil prices are expected to be 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.
- In the weekly USDA crop progress report released on 6 August; Soybeans blooming are reported at 92% which is up from 89% from the corresponding period last year and higher compared to the 5-year average of 86%. Soybean setting pods qare reported at 75% which is up from 63% in corresponding period last year and 5-year average of 48%. About 67% of the soybean planted crop is under good to excellent condition which is up from 60% during the corresponding period last year.
- 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.
- 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	3.15	733.90	737.65	733.50	737.00
Sep-18	5.10	728.20	734.90	727.65	734.75

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-18	8,560	-1450	21180	-3710
Sep-18	9,020	-1690	37860	1100

Vol-OI are taken at 5:05

Spread	Aug-18	Sep-18
Basis	3.00	5.25
Aug-18		-2.25
Sep-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Aug-18	1.90	592.00	595.30	591.70	594.00
Sep-18	3.40	588.10	592.40	588.00	591.30

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
Aug-18	772	-148	7456	-199
Sep-18	325	69	5364	120

Vol-OI are taken at 5:05 PM

Spread	Aug-18	Sep-18
Basis	0.0	2.7
Aug-18		-2.7
Sep-18		

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep-18	24	2188	2215	2188	2214
Oct-18	31	2201	2237	2199	2235
Nov-18	30	2230	2267	2230	2265
Dec-18	27	2266	2303	2266	2300

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
07/08/2018	6.83	14434	4.072	27.32	68.88	3.74	94.59	69.69

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		7-Aug-18	6-Aug-18	
Refined Soybean Oil	Indore	740	750	-10
	Indore (Soy Solvent Crude)	700	710	-10
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	695	695	Unch
	Kandla/Mundra	720	720	Unch
	Kandla/Mundra (Soy Degum)	685	687	-2
	Kolkata	722	722	Unch
	Delhi	768	770	-2
	Nagpur	752	752	Unch
	Rajkot	715	715	Unch
	Kota	740	740	Unch
	Hyderabad	770	775	-5
	Akola	755	755	Unch
	Amrawati	754	754	Unch
	Bundi	745	745	Unch
	Jalna	752	752	Unch
	Alwar	Unq	Unq	-
	Solapur	746	746	Unch
	Dhule	756	756	Unch
Palm Oil*	Kandla (Crude Palm Oil)	624	624	Unch
	Kandla (RBD Palm oil)	662	659	2
	Kandla RBD Pamolein	693	693	Unch
	Kakinada (Crude Palm Oil)	625	625	Unch
	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	698	706	-7
	Tuticorin (RBD Palmolein)	701	714	-13
	Delhi	738	737	1
	Rajkot	693	695	-2
	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)	815	810	5
	Latur (Expeller Oil)	800	800	Unch
	Chellakere (Expeller Oil)	770	770	Unch
	Erode (Expeller Oil)	840	840	Unch
Groundnut Oil	Rajkot	910	915	-5
	Chennai	880	880	Unch
	Delhi	850	850	Unch
	Hyderabad *	910	890	20
	Mumbai	950	920	30
	Gondal	900	900	Unch
	Jamnagar	910	910	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	855	855	Unch
	Jaipur (Kacchi Ghani Oil)	874	878	-4
	Kota (Expeller Oil)	830	830	Unch
	Kota (Kacchi Ghani Oil)	860	860	Unch
	Neewai (Expeller Oil)	840	845	-5
	Neewai (Kacchi Ghani Oil)	860	864	-4
	Bharatpur (Kacchi Ghani Oil)	860	860	Unch
	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)	865	872	-7
	Hapur (Expeller Oil)	865	865	Unch
	Hapur (Kacchi Ghani Oil)	905	905	Unch
	Agra (Kacchi Ghani Oil)	865	865	Unch
Refined Cottonseed Oil	Rajkot	790	795	-5
	Hyderabad	790	790	Unch
	Mumbai	820	820	Unch
	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	670	678	-8
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	558	560	-2
	CNF India	580	583	-3
Indonesia CPO USD/MT	FOB	538	540	-2
	CNF India	568	570	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	555	558	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	560	560	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	995	1000	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	485	485	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	945	-
Ukraine Origin CSFO USD/MT Kandla	CIF	775	775	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	735	726	9
Argentina FOB (\$/MT)		6-Aug-18	4-Aug-18	Change
Crude Soybean Oil Ship		643	Closed	-
Refined Soy Oil (Bulk) Ship		666	Closed	-
Sunflower Oil Ship		713	Closed	-

Cottonseed Oil Ship	623	Closed	-
Refined Linseed Oil (Bulk) Ship	Unq	Closed	-
<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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