

Domestic Fundamentals:

- Edible oils featured weak tone at various centers on Wednesday.
- MCX CPO and NCDEX soy were closed today on the eve of Eid. CBOT soy oil fell while BMD CPO market was closed today on eve of Eid.
- Indonesia has asked US and Europe to allow its companies to set up jet biofuel plants in respective countries in exchange of passenger airplanes purchase.
- China is looking is enquiring for rape meal, cottonseed meal and sunflower seed meal from Canada, India and Ukraine respectively in an effort to use them for soy meal substitute to lower soybean imports from the country. Peanut and palm kernel meals could be additional option for feed.
- Palm oil- Palm oil prices are expected to be supported by depreciation of Ringgit, pickup of palm oil demand by India and China, and rise in competitive oils.
Palm oil exports are supported by depreciation of Ringgit. Depreciation of Ringgit make palm oil competitive compared to competing oils. Ringgit has depreciated to 4.10 per USD and is expected to depreciate more if Dollar Index continues its firm trend.
Palm oil exports are down 9-11 percent in first 20 days of August but demand from India and China has firmed in last 5 days indicating that demand will pickup from these two locations. Both the location have taken advantage of lower prices of palm oil as both are price sensitive countries.
Demand from India has firmed after low exports in last two months especially from Malaysia. Demand has firmed on bargain buying and restocking ahead of festivals season in India from September.
Competitive oils like CBOT soy oil rose on firm trend noticed across soybean complex on expectation of trade talks between US and China.
- Soy oil- Soy oil prices are supported by expectation of cessation of trade dispute between US and China, low stocks of soy oil in US in July as reported by NOPA, lower crop rating of weekly soybean crop report and depreciation of Rupee. China is sending its trade representative to US in end August for trade talks in an effort to tone down trade dispute between both countries. There is expectation in market that China will purchase US soybean to tide over shortage of soybean in second quarter of 2018.
Rupee depreciation has translated into higher prices of soy oil in domestic markets. Imports could return to disparity and weaken demand in coming days if Rupee do not appreciate.
- In the weekly USDA crop progress report released on 20 August; Soybean setting pods qare reported at 91% which is up from 86% in corresponding period last year and 5-year average of 83%. About 65% of the soybean planted crop is under good to excellent condition which is up from 60% during the corresponding period last year.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's August 1-20 palm oil exports fell 9.6 percent to 625,819 tons compared to 692,334 tons in the corresponding period last month. Top buyers are European Union at 124,329 tons (151,961 tons), India at 113,700 tons (91,300 tons), China at 58,300 tons (63,125 tons, United States at 32,641 tons (27,248 tons) and Pakistan at 0 tons (11,000 tons). Values in brackets are figures of corresponding period last month.

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

NCDEX Soy Refined Oil Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-18	-1.75	741	742.4	740	740.9	6,490	-9,980	47750	-1510
Oct-18	-1.2	737.5	739	737.5	738.5	550		9240	

Prices & Vol-OI are at 5:05 PM

Spread	Aug-18	Sep-18
Spot	-1	-2.2
Sep-18		-2.4
Oct-18		

Spread are taken at 5:05

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-18	-2.1	602.4	603.7	601.2	601.9	568	139	4372	-1511
Sep-18	-1.8	600.8	602.2	600.1	600.6	595	173	6869	120

Prices are at 5:05 PM

Spread
Aug-18
Sep-18
Spot

-5.4

-3.5

Aug-18

-1.9

Sep-18

Spread are taken at 5:05

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	-0.07	28.54	28.6	28.5	28.52
15-Oct	-0.07	28.71	28.73	28.63	28.66
15-Dec	-0.07	28.83	28.96	28.83	28.88
15-Jan	-0.07	29.11	29.2	29.09	29.12
15-Mar	-0.08	29.44	29.5	29.41	29.42

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep-18	-15	2226	2239	2216	2220
Oct-18	-15	2247	2260	2236	2239
Nov-18	-14	2275	2292	2270	2267
Dec-18	-12	2320	2337	2315	2314

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
22/08/2018	6.84	14611	4.103	29.98	69.89	4.05	95.02	66.92

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		22-Aug-18	21-Aug-18	
Refined Soybean Oil	Indore	745	745	Unch
	Indore (Soy Solvent Crude)	700	705	-5
	Mumbai	750	755	-5
	Mumbai (Soy Degum)	700	700	Unch
	Kandla/Mundra	720	720	Unch
	Kandla/Mundra (Soy Degum)	692	693	-1
	Kolkata	725	725	Unch
	Delhi	775	770	5
	Nagpur	Closed	754	-
	Rajkot	720	720	Unch

	Kota	740	740	Unch
	Hyderabad	775	775	Unch
	Akola	Closed	757	-
	Amrawati	Closed	756	-
	Bundi	750	750	Unch
	Jalna	Closed	758	-
	Alwar	Unq	Unq	-
	Solapur	Closed	745	-
	Dhule	Closed	756	-
Palm Oil*	Kandla (Crude Palm Oil)	631	632	-1
	Kandla (RBD Palm oil)	664	667	-3
	Kandla RBD Pamolein	704	704	Unch
	Kakinada (Crude Palm Oil)	Closed	617	-
	Kakinada RBD Pamolein	698	701	-3
	Haldia Pamolein	714	709	5
	Chennai RBD Pamolein	698	704	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	788	788	Unch
	KPT (krishna patnam) Pamolein	691	693	-2
	Mumbai RBD Pamolein	709	709	Unch
	Mangalore RBD Pamolein	698	704	-5
	Tuticorin (RBD Palmolein)	706	Closed	-
	Delhi	740	740	Unch
	Rajkot	704	704	Unch
	Hyderabad	715	715	Unch
	PFAD (Kandla)	399	399	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	756	756	Unch
	Superolien (Mumbai)	788	788	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	810	810	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	755	755	Unch
	Kandla (Ref.)	790	790	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	825	825	Unch
	Latur (Expeller Oil)	780	780	Unch
	Chellakere (Expeller Oil)	770	768	2
	Erode (Expeller Oil)	Closed	845	-
Groundnut Oil	Rajkot	880	900	-20
	Chennai	960	960	Unch

	Delhi	925	925	Unch
	Hyderabad *	975	975	Unch
	Mumbai	930	930	Unch
	Gondal	Closed	890	-
	Jamnagar	Closed	880	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	860	860	Unch
	Jaipur (Kacchi Ghani Oil)	880	878	2
	Kota (Expeller Oil)	840	840	Unch
	Kota (Kacchi Ghani Oil)	865	865	Unch
	Neewai (Expeller Oil)	850	855	-5
	Neewai (Kacchi Ghani Oil)	865	870	-5
	Bharatpur (Kacchi Ghani Oil)	875	875	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	840	840	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	865	-5
	Mumbai (Expeller Oil)	860	860	Unch
	Kolkata(Expeller Oil)	960	960	Unch
	New Delhi (Expeller Oil)	865	865	Unch
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	880	880	Unch
Refined Cottonseed Oil	Rajkot	815	820	-5
	Hyderabad	800	800	Unch
	Mumbai	825	827	-2
	New Delhi	790	790	Unch
Coconut Oil	Kangayan (Crude)	Closed	1550	-
	Cochin	1680	1680	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1200	1200	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	860	870	-10
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	560	565	-5
	CNF India	578	583	-5

Indonesia CPO USD/MT	FOB	535	535	Unch
	CNF India	560	565	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	563	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	558	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1045	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	485	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	960	-
Ukraine Origin CSFO USD/MT Kandla	CIF	743	760	-17
Rapeseed Oil Rotterdam Euro/MT	FOB	742	755	-13
Argentina FOB (\$/MT)		21-Aug-18	20-Aug-18	Change
Crude Soybean Oil Ship		648	Closed	-
Refined Soy Oil (Bulk) Ship		671	Closed	-
Sunflower Oil Ship		713	Closed	-
Cottonseed Oil Ship		628	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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