



Domestic Fundamentals:

- International Soy oil and Palm Oil traded low on the bearish cues coming from soy complex. In repercussion Indian soy oil and CPO too traded southwards in today's trading session till the time reported.
- Palm oil-Palm oil prices are expected to be underpinned by expected of higher than expected palm oil end stocks in Malaysia in August, higher than expected palm oil production in Malaysia in August, fall in exports of palm oil in Malaysia in August and fall in competitive oils. In India palm oil prices are underpinned by weak demand and low disparity.
Depreciation of Ringgit and rise in crude oil prices will limit losses of palm oil.
Palm oil end stocks are expected to rise in Malaysia in August on higher palm oil production and weak exports.
Palm oil production is expected to rise in August after strong July on seasonal uptrend of production.
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. But overall the month of August will end in red.
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 is expected to fall on US and China trade dispute which has gripped soybean complex markets adversely.
Indian palm oil prices are underpinned by weak demand as disparity in palm oil imports are low which are letting palm oil prices fall. If disparity increased then it will not let domestic prices fall. Rupee depreciation led to disparity.
Ringgit has depreciated to 4.11 per USD levels after breaching 4.00 per USD levels in 2018 which are expected to limit losses in palm oil prices as it make palm oil competitive compared to competing oil.
Crude oil prices have risen from below 65/barrel to around 70/barrel and more rise in crude oil is in sight on decreasing in US crude oil inventories and cut in production of crude oil by OPEC.
- Soy oil- Soy oil prices are underpinned by expectation trade dispute between US and China will not be resolved in near term, better than expected soybean crop condition in various states of US as reported by ProFarmer survey. However, low stocks of soy oil in US in July as reported by NOPA and depreciation of Rupee will not let prices fall.
Trade talks between US and China failed to resolve trade tensions between both countries. However, there is market expectation that China will purchase US soybean as it will fall short of soybean given supply scenario in South America. China is evaluating other possibilities to reduce dependency of US soybean and is liquidating state reserves in an effort to control prices in its market.
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.
- 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.

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

NCDEX Soy Refined Oil Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-18	-6.4	732.9	733.6	726.1	727.2	10,660	0	42720	0
Oct-18	-6.7	729.5	729.5	723.05	725	2,170	0	11850	0

Prices & Vol-OI are at 5:05 PM

Spread are taken at 5:05

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

MCX CPO Futures

Prices are at 5:05 PM

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-18	-5	594.6	594.6	589.3	590.5	942	513	3560	-2323
Sep-18	-6.3	593.9	594	588	588.4	520	98	6601	-148

Spread are taken at 5:05

Spread	Aug-18	Sep-18
Spot	-5.4	-3.5
Aug-18		-1.9

CBOT Soy Oil Futures (Projections):
 (Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	-0.16	28.2	28.28	28.05	28.12
15-Oct	-0.15	28.46	28.5	28.25	28.34
15-Dec	-0.15	28.67	28.7	28.47	28.57
15-Jan	-0.13	28.98	28.98	28.78	28.87
15-Mar	-0.15	29.26	29.18	29.25	29.11

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep-18	-12	2174	2178	2166	2160
Oct-18	-17	2187	2197	2179	2180
Nov-18	-21	2205	2217	2197	2198
Dec-18	-23	2236	2248	2226	2217

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
26/08/2018	6.82	14628.8	4.10	30.84	70.035	4.10	94.99	68.83

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-Aug-18	25-Aug-18	
Refined Soybean Oil	Indore	735	738	-3
	Indore (Soy Solvent Crude)	700	700	Unch
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	695	693	2
	Kandla/Mundra	720	715	5
	Kandla/Mundra (Soy Degum)	687	686	1
	Kolkata	725	725	Unch

	Delhi	775	770	5
	Nagpur	746	752	-6
	Rajkot	708	715	-7
	Kota	730	735	-5
	Hyderabad	770	775	-5
	Akola	748	752	-4
	Amrawati	747	752	-5
	Bundi	740	745	-5
	Jalna	748	754	-6
	Alwar	Unq	Unq	-
	Solapur	739	743	-4
	Dhule	748	752	-4
Palm Oil*	Kandla (Crude Palm Oil)	627	627	Unch
	Kandla (RBD Palm oil)	662	656	5
	Kandla RBD Pamolein	701	698	3
	Kakinada (Crude Palm Oil)	604	609	-5
	Kakinada RBD Pamolein	693	693	Unch
	Haldia Pamolein	711	709	2
	Chennai RBD Pamolein	698	695	3
	Chennai RBD Pamolein (Vitamin A&D Fortified)	777	782	-5
	KPT (krishna patnam) Pamolein	688	688	Unch
	Mumbai RBD Pamolein	709	709	Unch
	Mangalore RBD Pamolein	698	695	3
	Tuticorin (RBD Palmolein)	706	706	Unch
	Delhi	735	735	Unch
	Rajkot	693	698	-5
	Hyderabad	700	701	-1
	PFAD (Kandla)	399	399	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	746	751	-5
	Superolien (Mumbai)	777	782	-5
* inclusive of GST				
Refined Sunflower Oil	Chennai	810	810	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	760	760	Unch
	Kandla (Ref.)	790	790	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	810	813	-3
	Latur (Expeller Oil)	780	790	-10
	Chellakere (Expeller Oil)	770	770	Unch

	Erode (Expeller Oil)	840	840	Unch
Groundnut Oil	Rajkot	830	850	-20
	Chennai	960	960	Unch
	Delhi	925	925	Unch
	Hyderabad *	950	950	Unch
	Mumbai	900	930	-30
	Gondal	860	860	Unch
	Jamnagar	850	870	-20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	855	855	Unch
	Jaipur (Kacchi Ghani Oil)	865	875	-10
	Kota (Expeller Oil)	820	825	-5
	Kota (Kacchi Ghani Oil)	855	855	Unch
	Neewai (Expeller Oil)	825	850	-25
	Neewai (Kacchi Ghani Oil)	845	865	-20
	Bharatpur (Kacchi Ghani Oil)	860	865	-5
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	835	835	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	855	855	Unch
	Mumbai (Expeller Oil)	860	860	Unch
	Kolkata(Expeller Oil)	970	960	10
	New Delhi (Expeller Oil)	850	850	Unch
	Hapur (Expeller Oil)	880	885	-5
	Hapur (Kacchi Ghani Oil)	920	925	-5
	Agra (Kacchi Ghani Oil)	865	870	-5
Refined Cottonseed Oil	Rajkot	800	800	Unch
	Hyderabad	800	800	Unch
	Mumbai	815	830	-15
	New Delhi	770	780	-10
Coconut Oil	Kangayan (Crude)	1630	1600	30
	Cochin	1680	1690	-10
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1200	1200	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	860	860	Unch
Rice Bran Oil (40%)	New Delhi	670	670	Unch
Rice Bran Oil (4%)	Punjab	660	635	25



Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	558	555	3
	CNF India	583	573	10
Indonesia CPO USD/MT	FOB	535	535	Unch
	CNF India	563	555	8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	555	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	553	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1035	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	483	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	745	745	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	729	Closed	-
Argentina FOB (\$/MT)		25-Aug-18	24-Aug-18	Change
Crude Soybean Oil Ship		Closed	635	-
Refined Soy Oil (Bulk) Ship		Closed	657	-
Sunflower Oil Ship		Closed	Unq	-
Cottonseed Oil Ship		Closed	615	-
Refined Linseed Oil (Bulk) Ship		Closed	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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