

Domestic Fundamentals:

- Edible oils complex featured mixed sentiment in various marketing centers on Tuesday.
- International Soy oil and Palm Oil traded higher on technical rebound after heavy selling for many days. In repercussion Indian soy oil and CPO too traded upwards in today's trading session till the time reported.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's August 1-25 palm oil exports fell 13.6 percent to 786,947 tons compared to 910,774 tons in the corresponding period last month. Top buyers are European Union at 145,129 tons (226,761 tons), India at 113,700 tons (109,800 tons), China at 107,975 tons (106,725 tons), United States at 54,436 tons (41,098 tons) and Pakistan at 0 tons (27,000 tons). Values in brackets are figures of corresponding period last month.
- In the weekly USDA crop progress report released on 20 August; Soybean dropping leaves are reported at 7% compared to 5% in corresponding period last year and 5-year average at 4%, soybean setting pods are reported at 95% which is up from 92% in corresponding period last year and 5-year average of 90%. About 66% of the soybean planted crop is under good to excellent condition which is up from 61% during the corresponding period last year.
- 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.
- 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.

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	1.35	730.90	733.60	727.40	731.00	13,150	2490	38810	-3910
Oct-18	4.10	727.00	731.60	723.20	728.80	7,270	5100	15510	3660

Prices & Vol-OI are at 5:05 PM

Spread are taken at 5:05

Spread	Aug-18	Sep-18
Spot	7.00	9.20
Sep-18		-2.20

MCX CPO Futures

Prices are at 5:05 PM

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-18	3.70	593.00	595.70	592.00	594.90	910	-32	2752	-808
Sep-18	4.40	591.70	598.00	591.40	594.30	1123	603	7096	495

Spread are taken at 5:05

Spread	Aug-18	Sep-18
Spot	-0.9	-0.3
Aug-18		-0.6

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

Contract	+/-	Open	High	Low	Close
15-Sep	0.09	28.37	28.52	28.3	28.46
15-Oct	0.1	28.52	28.68	28.46	28.62
15-Dec	0.08	28.78	28.93	28.7	28.84
15-Jan	0.11	28.97	29.1	28.91	29.08
15-Mar	0.12	29.25	29.39	29.19	29.37

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep-18	22	2177	2196	2172	2189
Oct-18	32	2193	2218	2191	2213
Nov-18	34	2212	2238	2210	2232
Dec-18	29	2254	2264	2238	2258

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/08/2018	6.80	14618	4.103	30.95	70.09	4.08	94.52	68.94

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Aug-18	27-Aug-18	
Refined Soybean Oil	Indore	738	735	3
	Indore (Soy Solvent Crude)	700	700	Unch
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	692	695	-3
	Kandla/Mundra	715	720	-5
	Kandla/Mundra (Soy Degum)	685	687	-2
	Kolkata	725	725	Unch
	Delhi	775	775	Unch
	Nagpur	746	746	Unch
	Rajkot	712	708	4

	Kota	725	730	-5
	Hyderabad	770	770	Unch
	Akola	748	748	Unch
	Amrawati	747	747	Unch
	Bundi	735	740	-5
	Jalna	748	748	Unch
	Alwar	Unq	Unq	-
	Solapur	739	739	Unch
	Dhule	748	748	Unch
Palm Oil*	Kandla (Crude Palm Oil)	624	627	-3
	Kandla (RBD Palm oil)	656	662	-5
	Kandla RBD Pamolein	698	701	-3
	Kakinada (Crude Palm Oil)	601	604	-3
	Kakinada RBD Pamolein	693	693	Unch
	Haldia Pamolein	709	711	-2
	Chennai RBD Pamolein	698	698	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	777	777	Unch
	KPT (krishna patnam) Pamolein	688	688	Unch
	Mumbai RBD Pamolein	709	709	Unch
	Mangalore RBD Pamolein	698	698	Unch
	Tuticorin (RBD Palmolein)	706	Closed	-
	Delhi	735	735	Unch
	Rajkot	695	693	2
	Hyderabad	700	700	Unch
	PFAD (Kandla)	399	399	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	746	746	Unch
	Superolien (Mumbai)	777	777	Unch
* 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	810	Unch
	Latur (Expeller Oil)	780	780	Unch
	Chellakere (Expeller Oil)	770	770	Unch
	Erode (Expeller Oil)	840	840	Unch
Groundnut Oil	Rajkot	830	830	Unch
	Chennai	930	960	-30

	Delhi	925	925	Unch
	Hyderabad *	900	950	-50
	Mumbai	890	900	-10
	Gondal	850	860	-10
	Jamnagar	850	850	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	845	855	-10
	Jaipur (Kacchi Ghani Oil)	855	865	-10
	Kota (Expeller Oil)	825	820	5
	Kota (Kacchi Ghani Oil)	850	855	-5
	Neewai (Expeller Oil)	820	825	-5
	Neewai (Kacchi Ghani Oil)	845	845	Unch
	Bharatpur (Kacchi Ghani Oil)	860	860	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	830	835	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	850	855	-5
	Mumbai (Expeller Oil)	860	860	Unch
	Kolkata(Expeller Oil)	970	970	Unch
	New Delhi (Expeller Oil)	852	850	2
	Hapur (Expeller Oil)	878	880	-2
	Hapur (Kacchi Ghani Oil)	918	920	-2
	Agra (Kacchi Ghani Oil)	865	865	Unch
Refined Cottonseed Oil	Rajkot	800	800	Unch
	Hyderabad	800	800	Unch
	Mumbai	815	815	Unch
	New Delhi	770	770	Unch
Coconut Oil	Kangayan (Crude)	1650	1630	20
	Cochin	1680	1680	Unch
	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	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	563	558	5
	CNF India	585	583	2

Indonesia CPO USD/MT	FOB	540	535	5
	CNF India	565	563	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	560	555	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	555	553	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1040	1035	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	485	483	2
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	955	-
Ukraine Origin CSFO USD/MT Kandla	CIF	743	745	-2
Rapeseed Oil Rotterdam Euro/MT	FOB	734	729	5
Argentina FOB (\$/MT)		27-Aug-18	25-Aug-18	Change
Crude Soybean Oil Ship		639	Closed	-
Refined Soy Oil (Bulk) Ship		661	Closed	-
Sunflower Oil Ship		Unq	Closed	-
Cottonseed Oil Ship		619	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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2018 Indian Agribusiness Systems Ltd.