

Domestic Fundamentals:

- Edible oils complex featured mostly firm sentiment in various marketing centers on Monday.
- International soy oil and palm oil traded lower on higher output prospects. In repercussion Indian soy oil and CPO too traded lower in today's trading session till the time reported.
- In the weekly USDA crop progress report released on 27 August; Soybean dropping leaves are reported at 16% compared to 10% in corresponding period last year and 5-year average at 9%. 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 supported by weaker Rupee in Indian market. Weak rupee has led to disparity in imports and are not letting palm oil fall. Disparity in imports has led to weakening of demand in India.
- International palm oil prices are expected to be supported by rise in exports of palm oil from Malaysia in August especially to India and China, depreciation of Ringgit and rise in crude oil prices.
Exports rose 0-4 percent in August due to firm demand from India and Pakistan.
Imports of palm oil by China fell due to weak demand from China. Amid reports of soy oil imports by China from Argentina, demand hope from China will rise. Though China is liquidating its state soybean reserves and demand of soy oil from soy oil state reserves in China indicate pickup of oil demand from other sources. Outbreak of swine flu in China there is expectation of weak demand of soybean in near term.
Ringgit has depreciated to reach 4.15 levels and further depreciation of ringgit in coming days due to fall in currencies of emerging markets.
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.
Demand from India has firmed in August 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.
Rise in crude oil prices are expected to support prices.
- Soy oil- Rupee depreciation has translated into higher prices of soy oil in domestic markets. Imports have returned to disparity and weakened demand as Rupee continues to depreciate.
- Soy oil international 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 soybean and soy oil state reserves in an effort to control prices in its market.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's August palm oil exports rose 0.4 percent to 1,054,169 tons compared to 1,049,970 tons in the corresponding period last month. Top buyers are European Union at 187,373 tons (252,561 tons), India at 158,700 tons (135,920 tons), China at 117,975 tons (139,225 tons), United States at 68,296 tons (45,498 tons) and Pakistan at 43,000 tons (27,000 tons). Values in brackets are figures of 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	745.50	747.90	742.90	743.80	9,010	-6870	27320	-2280
Oct-18	-2.40	748.70	752.90	746.20	746.50	15,830	-930	33930	3910

Prices & Vol-OI are at 5:05 PM

Spread are taken at 5:05

Spread	Sep-18	Oct-18
Spot	4.20	1.50
Sep-18		2.70
Oct-18		

MCX CPO Futures

Prices are at 5:05 PM

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-18	-1.60	604.60	608.50	603.50	604.50	757	-695	6820	-154
Oct-18	-1.00	607.60	610.70	605.40	607.90	497	-182	4496	328

Spread are taken at 5:05

Spread	Sep-18	Oct-18
Spot	3.5	0.1
Sep-18		3.4
Oct-18		

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

Contract	+/-	Open	High	Low	Close
15-Sep	-0.02	28.37	28.37	28.37	28.37
15-Oct	-0.11	28.52	28.59	28.4	28.42
15-Dec	-0.1	28.77	28.85	28.65	28.68
15-Jan	-0.1	29.01	29.06	28.89	28.91
15-Mar	-0.11	29.32	29.36	29.19	29.21

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep-18	-2	2230	2240	2230	2239
Oct-18	-5	2264	2280	2256	2270
Nov-18	-9	2292	2303	2278	2291
Dec-18	-10	2320	2331	2309	2320

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
05/09/2018	6.83	14942	4.15	38.97	71.76	4.16	95.47	69.09

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		5-Sep-18	4-Sep-18	
Refined Soybean Oil	Indore	748	745	3
	Indore (Soy Solvent Crude)	712	710	2
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	712	705	7
	Kandla/Mundra	730	730	Unch
	Kandla/Mundra (Soy Degum)	708	697	11
	Kolkata	730	730	Unch
	Delhi	785	775	10
	Nagpur	765	764	1
	Rajkot	725	720	5

	Kota	Closed	Closed	-
	Hyderabad	780	768	12
	Akola	765	762	3
	Amrawati	763	761	2
	Bundi	Closed	Closed	-
	Jalna	767	766	1
	Alwar	Unq	Unq	-
	Solapur	755	754	1
	Dhule	764	763	1
Palm Oil*	Kandla (Crude Palm Oil)	638	633	5
	Kandla (RBD Palm oil)	667	667	Unch
	Kandla RBD Pamolein	709	704	5
	Kakinada (Crude Palm Oil)	614	607	7
	Kakinada RBD Pamolein	698	695	3
	Haldia Pamolein	712	714	-2
	Chennai RBD Pamolein	704	698	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	777	777	Unch
	KPT (krishna patnam) Pamolein	693	693	Unch
	Mumbai RBD Pamolein	719	714	5
	Mangalore RBD Pamolein	704	698	5
	Tuticorin (RBD Palmolein)	719	712	7
	Delhi	745	740	5
	Rajkot	706	698	7
	Hyderabad	700	698	2
	PFAD (Kandla)	399	394	5
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	746	746	Unch
	Superolien (Mumbai)	777	777	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	825	820	5
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	770	770	Unch
	Kandla (Ref.)	800	795	5
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	830	810	20
	Latur (Expeller Oil)	800	790	10
	Chellakere (Expeller Oil)	775	770	5
	Erode (Expeller Oil)	860	860	Unch
Groundnut Oil	Rajkot	850	840	10
	Chennai	910	920	-10

	Delhi	925	925	Unch
	Hyderabad *	910	920	-10
	Mumbai	890	890	Unch
	Gondal	850	850	Unch
	Jamnagar	840	840	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	835	835	Unch
	Jaipur (Kacchi Ghani Oil)	861	859	2
	Kota (Expeller Oil)	820	820	Unch
	Kota (Kacchi Ghani Oil)	840	840	Unch
	Neewai (Expeller Oil)	Closed	Closed	-
	Neewai (Kacchi Ghani Oil)	Closed	Closed	-
	Bharatpur (Kacchi Ghani Oil)	865	860	5
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	815	815	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	840	840	Unch
	Mumbai (Expeller Oil)	840	840	Unch
	Kolkata(Expeller Oil)	970	970	Unch
	New Delhi (Expeller Oil)	860	855	5
	Hapur (Expeller Oil)	885	880	5
	Hapur (Kacchi Ghani Oil)	925	920	5
	Agra (Kacchi Ghani Oil)	870	865	5
Refined Cottonseed Oil	Rajkot	810	800	10
	Hyderabad	800	790	10
	Mumbai	825	817	8
	New Delhi	785	785	Unch
Coconut Oil	Kangayan (Crude)	1620	1640	-20
	Cochin	1670	1670	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1250	1200	50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	850	850	Unch
Rice Bran Oil (40%)	New Delhi	675	670	5
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	573	573	Unch
	CNF India	590	585	5

Indonesia CPO USD/MT	FOB	540	543	-3
	CNF India	568	565	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	570	568	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	550	550	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1035	1040	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	485	485	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	960	-
Ukraine Origin CSFO USD/MT Kandla	CIF	755	755	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	733	735	-2
Argentina FOB (\$/MT)		4-Sep-18	3-Sep-18	Change
Crude Soybean Oil Ship		651	Unq	-
Refined Soy Oil (Bulk) Ship		674	Unq	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		631	Unq	-
Refined Linseed Oil (Bulk) Ship		Unq	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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