

Domestic Fundamentals:

- Edible oils complex featured weak tone taking cues from overnight weakness in the CBOT Soy Oil.
- International soy oil and palm oil traded lower on higher output prospects. However, Indian soy oil and CPO traded lower in today's trading session till the time reported following international benchmarks.
- 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 underpinned by expectation of rise in end stocks of palm oil in Malaysia in August, rise in production of palm oil in Malaysia in August, slow rise in exports of palm oil in Aug-Sep and fall in competing oils.
Palm oil end stocks are expected to rise in Malaysia in August on higher palm oil production and slow rise in exports. Production is expected to rise on seasonal uptrend of production.
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. China is liquidating its state soybean reserves leading to lower demand from the country. 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.
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.
- Soy oil- Prices of soy oil is rising due to firm demand ahead of festivals. 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. 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.
- 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.

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	-6.5	743.9	745	738.2	739.45	13,370	4,470	23490	50
Oct-18	-6.7	748.2	748.2	741.5	742.6	15,570	6,180	36770	530

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		3.15
Oct-18		

MCX CPO Futures

Prices are at 5:05 PM

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-18	-5.7	605.6	606.5	600	600.8	1505	1076	5869	-14
Sep-18	-4.7	608.7	609.5	603.8	605	686	264	4402	-2347

Spread are taken at 5:05

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

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

Contract	+/-	Open	High	Low	Close
15-Sep	Sep-18	-0.23	28.1	28.3	27.89
15-Oct	Oct-18	-0.23	28.34	28.55	28.12
15-Dec	Dec-18	-0.26	28.77	28.77	28.35
15-Jan	Jan-19	-0.24	29.1	29.11	28.67
15-Mar	Mar-19	-0.26	29.39	29.39	29.39

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep-18	-22	2218	2218	2201	2213
Oct-18	-11	2239	2251	2239	2244
Nov-18	-13	2265	2274	2258	2266
Dec-18	-13	2296	2303	2289	2294

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
07/09/2018	6.84	14974	4.15	37.09	72.10	4.06	95.38	67.84

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		08-Sep-18	07-Sep-18	
Refined Soybean Oil	Indore	750	750	Unch
	Indore (Soy Solvent Crude)	712	715	-3
	Mumbai	755	760	-5
	Mumbai (Soy Degum)	706	710	-4
	Kandla/Mundra	730	735	-5
	Kandla/Mundra (Soy Degum)	702	705	-3
	Kolkata	735	735	Unch
	Delhi	780	780	Unch
	Nagpur	765	765	Unch
	Rajkot	730	730	Unch

	Kota	745	745	Unch
	Hyderabad	775	785	-10
	Akola	765	765	Unch
	Amrawati	763	763	Unch
	Bundi	755	755	Unch
	Jalna	767	767	Unch
	Alwar	Unq	Unq	-
	Solapur	755	755	Unch
	Dhule	764	764	Unch
Palm Oil*	Kandla (Crude Palm Oil)	633	637	-4
	Kandla (RBD Palm oil)	672	672	Unch
	Kandla RBD Pamolein	704	709	-5
	Kakinada (Crude Palm Oil)	622	620	2
	Kakinada RBD Pamolein	704	706	-2
	Haldia Pamolein	714	712	2
	Chennai RBD Pamolein	716	714	2
	Chennai RBD Pamolein (Vitamin A&D Fortified)	777	777	Unch
	KPT (krishna patnam) Pamolein	704	704	Unch
	Mumbai RBD Pamolein	719	725	-5
	Mangalore RBD Pamolein	716	714	2
	Tuticorin (RBD Palmolein)	725	725	Unch
	Delhi	740	740	Unch
	Rajkot	698	704	-5
	Hyderabad	705	705	Unch
	PFAD (Kandla)	399	399	Unch
	Refined Palm Stearin (Kandla)	546	541	5
	Superolien (Kandla)	746	746	Unch
	Superolien (Mumbai)	777	777	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	830	830	Unch
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	770	770	Unch
	Kandla (Ref.)	800	800	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	830	830	Unch
	Latur (Expeller Oil)	795	795	Unch
	Chellakere (Expeller Oil)	775	770	5
	Erode (Expeller Oil)	870	865	5
Groundnut Oil	Rajkot	840	850	-10
	Chennai	920	920	Unch

	Delhi	925	950	-25
	Hyderabad *	930	930	Unch
	Mumbai	895	895	Unch
	Gondal	850	850	Unch
	Jamnagar	850	830	20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	845	845	Unch
	Jaipur (Kacchi Ghani Oil)	874	865	9
	Kota (Expeller Oil)	820	820	Unch
	Kota (Kacchi Ghani Oil)	850	850	Unch
	Neewai (Expeller Oil)	825	820	5
	Neewai (Kacchi Ghani Oil)	858	853	5
	Bharatpur (Kacchi Ghani Oil)	875	870	5
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	830	830	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	855	855	Unch
	Mumbai (Expeller Oil)	845	845	Unch
	Kolkata(Expeller Oil)	970	970	Unch
	New Delhi (Expeller Oil)	863	860	3
	Hapur (Expeller Oil)	890	890	Unch
	Hapur (Kacchi Ghani Oil)	930	930	Unch
	Agra (Kacchi Ghani Oil)	880	875	5
Refined Cottonseed Oil	Rajkot	800	810	-10
	Hyderabad	800	800	Unch
	Mumbai	840	840	Unch
	New Delhi	775	785	-10
Coconut Oil	Kangayan (Crude)	1550	1580	-30
	Cochin	1670	1670	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1280	1300	-20
	Mumbai	Unq	Unq	-
Kardi	Mumbai	870	850	20
Rice Bran Oil (40%)	New Delhi	675	675	Unch
Rice Bran Oil (4%)	Punjab	635	660	-25
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	570	570	Unch
	CNF India	583	590	-7

Indonesia CPO USD/MT	FOB	538	538	Unch
	CNF India	563	565	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	565	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	548	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1030	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	485	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	960	-
Ukraine Origin CSFO USD/MT Kandla	CIF	765	760	5
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	728	-
Argentina FOB (\$/MT)		7-Sep-18	6-Sep-18	Change
Crude Soybean Oil Ship		645	649	-4
Refined Soy Oil (Bulk) Ship		668	672	-4
Sunflower Oil Ship		705	708	-3
Cottonseed Oil Ship		625	629	-4
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
<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).

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.

