

Domestic Fundamentals:

- Edible oils complex featured weak tone in various markets centers on Tuesday.
- International soy oil and palm oil fell in pre opening on US-China trade concerns. Indian soy oil and CPO traded higher on firm demand prospects.
- Soy oil- International soy oil prices are underpinned by US-China trade concerns, better than expected soybean crop condition in US, lower crush of soybean in US in August and firm dollar is expected to underpin soy oil prices. US-China trade dispute escalated on Monday with imposition of 10 percent import duty on additional USD 200 billion goods. Soybean exports from US have faltered due to trade dispute at a time when record crop is being harvested. Soybean crop harvest has started in US and it is ahead of last year and 5-year average coupled with better than expected crop ratings. Soybean crush in US faltered in August with lower than estimated crush of soybean leading to lower than expected rise in demand of soybean in US. However, soy oil stocks dipped in August due to lower crush.
- Palm Oil- Palm oil prices are supported by expectation of fall in end stocks of palm oil in Malaysia in coming months, lower than expect palm oil production in Malaysia in coming months, depreciation of Ringgit and rise in crude oil prices. Palm oil end stocks are expected to fall in Malaysia in coming months on lower than expected production of palm oil in Malaysia and higher than expected exports of palm oil from Malaysia. Palm oil production in Malaysia is expected to rise on seasonal uptrend of production but at a lower rate due to older profile of palm trees and lower fertilizer use due to fall in international price of palm oil. Exports of palm oil grew 77 percent from Malaysia by mid Sep indicating strong Sep after weak exports in August. Ringgit has fallen to 4.14 per USD in line with fall in emerging markets currencies will support palm oil prices as it makes palm oil competitive compared to competing oils. Rise in crude oil prices are expected support palm oil prices.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's September 1-15 palm oil exports rose 92.4 percent to 777,049 tons compared to 403,862 tons in the corresponding period last month. Top buyers are European Union at 204,057 tons (77,119 tons), China at 96,300 tons (15,000 tons), India at 68,395 tons (62,200 tons), United States at 22,750 tons (29,141 tons) and Pakistan at 20,500 tons (0 tons). Values in brackets are figures of corresponding period last month.
- According to National Oilseed Processors Association (NOPA), U.S. August soybean crush fell 5.3 percent m-o-m to 158.885 million bushels from 167.733 million bushels in July 2018. Crush of soybean in August 2017 was 142.424 million bushels. Soy oil stocks in U.S. at the end of August fell 8.0 percent m-o-m to 1.623 billion lbs compared to 1.764 billion lbs in end July 2018. Stocks of soy oil in end August 2018 was higher by 14.54 percent compared to end August 2017, which was reported at 1.417 million lbs.
- In the weekly USDA crop progress report released on 16 September; Soybean dropping leaves are reported at 53% compared to 38% in corresponding period last year and 5-year average at 36%. Soybean harvest has reached 6% compared to 4% in corresponding period last year and 5-year average of 3%. About 67% of the soybean planted crop is under good to excellent condition which is up from 59% during the corresponding period last year.

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
Oct-18	3.80	731.50	736.95	730.00	736.00	17,930	-2850	50660	-520
Nov-18	3.70	733.35	739.10	733.30	739.10	1,920	-40	10930	360

Prices & Vol-OI are at 5:05 PM

Spread are taken at 5:05

Spread	Oct-18	Nov-18
Spot	4.00	0.90
Oct-18		3.10
Nov-18		

MCX CPO Futures

Prices are at 5:05 PM

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-18	0.50	593.60	597.70	592.70	597.20	446	30	5449	-135
Oct-18	0.00	598.80	600.10	595.70	600.10	202	-395	4742	1

Spread are taken at 5:05

Spread	Sep-18	Oct-18
Spot	3.8	0.9
Sep-18		2.9
Oct-18		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	-0.21	27.43	27.46	27.21	27.22
15-Dec	-0.23	27.68	27.72	27.47	27.47
15-Jan	-0.22	27.92	27.96	27.74	27.74
15-Mar	-0.23	28.2	28.28	28.05	28.06
15-Jul	-0.24	28.6	28.61	28.38	28.38

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep-18	-42	2181	2185	2165	2168
Oct-18	-45	2180	2202	2175	2178
Nov-18	-49	2220	2227	2195	2198
Dec-18	-50	2271	2271	2230	2234

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/09/2018	6.87	14874	4.14	39.54	72.51	4.14	94.56	69.58

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Sep-18	17-Sep-18	
Refined Soybean Oil	Indore	740	745	-5
	Indore (Soy Solvent Crude)	700	705	-5
	Mumbai	750	755	-5
	Mumbai (Soy Degum)	697	700	-3
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	690	690	Unch
	Kolkata	730	735	-5
	Delhi	770	770	Unch
	Nagpur	756	756	Unch
	Rajkot	720	720	Unch

	Kota	740	745	-5
	Hyderabad	775	775	Unch
	Akola	751	751	Unch
	Amrawati	751	751	Unch
	Bundi	750	755	-5
	Jalna	750	750	Unch
	Alwar	Unq	Unq	-
	Solapur	747	747	Unch
	Dhule	748	748	Unch
Palm Oil*	Kandla (Crude Palm Oil)	631	629	2
	Kandla (RBD Palm oil)	662	662	Unch
	Kandla RBD Pamolein	693	704	-11
	Kakinada (Crude Palm Oil)	625	Closed	-
	Kakinada RBD Pamolein	706	709	-3
	Haldia Pamolein	704	709	-5
	Chennai RBD Pamolein	716	719	-3
	Chennai RBD Pamolein (Vitamin A&D Fortified)	787	793	-6
	KPT (krishna patnam) Pamolein	704	709	-5
	Mumbai RBD Pamolein	725	725	Unch
	Mangalore RBD Pamolein	716	719	-3
	Tuticorin (RBD Palmolein)	719	Closed	-
	Delhi	730	735	-5
	Rajkot	691	693	-2
	Hyderabad	720	725	-5
	PFAD (Kandla)	394	394	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	735	746	-11
	Superolien (Mumbai)	787	793	-6
* inclusive of GST				
Refined Sunflower Oil	Chennai	835	835	Unch
	Mumbai	820	825	-5
	Mumbai(Expeller Oil)	775	780	-5
	Kandla (Ref.)	805	805	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	825	840	-15
	Latur (Expeller Oil)	800	800	Unch
	Chellakere (Expeller Oil)	800	800	Unch
	Erode (Expeller Oil)	880	880	Unch
Groundnut Oil	Rajkot	840	860	-20
	Chennai	900	920	-20



	Delhi	925	925	Unch
	Hyderabad *	940	950	-10
	Mumbai	890	900	-10
	Gondal	840	850	-10
	Jamnagar	840	840	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	855	855	Unch
	Jaipur (Kacchi Ghani Oil)	873	874	-1
	Kota (Expeller Oil)	830	835	-5
	Kota (Kacchi Ghani Oil)	850	857	-7
	Neewai (Expeller Oil)	830	847	-17
	Neewai (Kacchi Ghani Oil)	855	858	-3
	Bharatpur (Kacchi Ghani Oil)	860	865	-5
	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	860	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	970	970	Unch
	New Delhi (Expeller Oil)	855	864	-9
	Hapur (Expeller Oil)	890	885	5
	Hapur (Kacchi Ghani Oil)	930	925	5
	Agra (Kacchi Ghani Oil)	865	870	-5
Refined Cottonseed Oil	Rajkot	780	780	Unch
	Hyderabad	780	780	Unch
	Mumbai	795	805	-10
	New Delhi	750	750	Unch
Coconut Oil	Kangayan (Crude)	1400	1430	-30
	Cochin	1670	1670	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1300	1250	50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	850	850	Unch
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	558	Closed	-
	CNF India	575	580	-5



Indonesia CPO USD/MT	FOB	525	Closed	-
	CNF India	550	558	-8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	555	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	543	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	990	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	478	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	940	-
Ukraine Origin CSFO USD/MT Kandla	CIF	740	745	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	715	715	Unch
Argentina FOB (\$/MT)		17-Sep-18	15-Sep-18	Change
Crude Soybean Oil Ship		625	Closed	-
Refined Soy Oil (Bulk) Ship		647	Closed	-
Sunflower Oil Ship		705	Closed	-
Cottonseed Oil Ship		605	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.

