

Domestic Fundamentals:

- Edible oils complex featured mostly weak tone in various markets centers on Thursday.
- International soy oil and palm oil fell in on US-China trade concerns. Soy oil and palm oil futures were trading lower following international benchmarks.
- Palm Oil- Palm oil prices are underpinned by trade dispute between US and China and weak competing oils.
Trade dispute between US and China has gripped the soybean complex prices due to expected lower exports of soybean to China. US imposed fresh import duty on Chinese goods worth USD 200. China retaliated with additional import duty on US goods worth USD 64. Further, US has threatened additional import duty on Chinese goods worth USD 270. US has said China to reduce trade deficit with US, open Chinese markets for US companies, provide levels playing for American companies, reform various industries and end subsidies to various industries including technology companies.
CBOT soy oil is underpinned by bearishness in soybean complex due to record soybean crop in US, better than expected crop condition in US, early start of Brazil's soybean planting and good soybean weather.
RBD palmolein DALIAN is underpinned by lower prices of soy oil due to weak demand.
However, palm oil prices are expected to be 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 and surge in exports of palm oil from Malaysia in September.
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 79 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.
- 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.
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.
- In view of trade dispute between US and China, India has urged China to lift ban on imports of rapeseed meal imports. China put ban on India rapeseed meal in 2011 on evidence of use of malachite green chemical which is used in India to label sacks used to store it.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's September 1-20 palm oil exports rose 79.2 percent to 1,096,297 tons compared to 611,736 tons in corresponding period last month. Top buyers were European Union 319,592 tons (149,252 tons), India & subcontinent 234,745 tons (133,900 tons) and China at 104,600 tons (43,150 tons). Values in brackets are figures of corresponding period last month.

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	-4.70	732.80	735.00	729.00	729.45	19,090	6410	53110	290
Nov-18	-5.45	736.00	738.00	730.00	730.40	4,230	230	11450	450

Prices & Vol-OI are at 5:05 PM

Spread are taken at 5:05

Spread	Oct-18	Nov-18
Spot	0.55	-0.40
Oct-18		0.95
Nov-18		

MCX CPO Futures

Prices are at 5:05 PM

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-18	-3.70	589.30	589.50	586.50	587.00	183	-538	5367	133
Oct-18	-3.30	592.00	592.00	588.60	589.20	122	-528	5002	101

Spread are taken at 5:05

Spread	Sep-18	Oct-18
Spot	4.0	1.8
Sep-18		2.2
Oct-18		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	-0.08	27.18	27.35	27.11	27.17
15-Dec	-0.08	27.53	27.61	27.35	27.42
15-Jan	-0.07	27.66	27.82	27.59	27.66
15-Mar	-0.07	28.14	28.14	27.91	27.98
15-Jul	-0.09	28.37	28.46	28.23	28.28

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Oct-18	-9	2130	2136	2108	2118
Nov-18	-9	2142	2151	2118	2128
Dec-18	-12	2164	2172	2137	2146
Jan-19	-14	2198	2206	2170	2179

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
20/09/2018	6.85	14826	4.137	39.30	72.01	4.11	93.90	70.64

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		20-Sep-18	19-Sep-18	
Refined Soybean Oil	Indore	740	740	Unch
	Indore (Soy Solvent Crude)	700	700	Unch
	Mumbai	755	750	5
	Mumbai (Soy Degum)	692	697	-5
	Kandla/Mundra	730	720	10
	Kandla/Mundra (Soy Degum)	688	692	-4
	Kolkata	730	730	Unch
	Delhi	770	770	Unch
	Nagpur	752	756	-4

	Rajkot	715	718	-3
	Kota	730	730	Unch
	Hyderabad	773	775	-2
	Akola	751	751	Unch
	Amrawati	750	751	-1
	Bundi	740	740	Unch
	Jalna	751	750	1
	Alwar	Unq	Unq	-
	Solapur	746	747	-1
	Dhule	748	748	Unch
Palm Oil*	Kandla (Crude Palm Oil)	626	633	-7
	Kandla (RBD Palm oil)	662	664	-2
	Kandla RBD Pamolein	693	693	Unch
	Kakinada (Crude Palm Oil)	617	620	-2
	Kakinada RBD Pamolein	706	706	Unch
	Haldia Pamolein	704	704	Unch
	Chennai RBD Pamolein	716	716	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	787	787	Unch
	KPT (krishna patnam) Pamolein	704	704	Unch
	Mumbai RBD Pamolein	725	725	Unch
	Mangalore RBD Pamolein	716	716	Unch
	Tuticorin (RBD Palmolein)	714	Closed	-
	Delhi	730	730	Unch
	Rajkot	687	688	-1
	Hyderabad	710	715	-5
	PFAD (Kandla)	394	394	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	735	735	Unch
	Superolien (Mumbai)	787	787	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	835	835	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	775	775	Unch
	Kandla (Ref.)	805	805	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	825	830	-5
	Latur (Expeller Oil)	800	800	Unch
	Chellakere (Expeller Oil)	800	800	Unch
	Erode (Expeller Oil)	880	880	Unch
Groundnut Oil	Rajkot	840	840	Unch

	Chennai	900	900	Unch
	Delhi	925	925	Unch
	Hyderabad *	950	930	20
	Mumbai	880	890	-10
	Gondal	840	840	Unch
	Jamnagar	840	840	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	850	850	Unch
	Jaipur (Kacchi Ghani Oil)	871	873	-2
	Kota (Expeller Oil)	815	815	Unch
	Kota (Kacchi Ghani Oil)	850	850	Unch
	Neewai (Expeller Oil)	830	830	Unch
	Neewai (Kacchi Ghani Oil)	855	855	Unch
	Bharatpur (Kacchi Ghani Oil)	860	860	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	825	825	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	845	845	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	970	970	Unch
	New Delhi (Expeller Oil)	852	850	2
	Hapur (Expeller Oil)	890	890	Unch
	Hapur (Kacchi Ghani Oil)	930	930	Unch
	Agra (Kacchi Ghani Oil)	865	865	Unch
Refined Cottonseed Oil	Rajkot	770	780	-10
	Hyderabad	780	780	Unch
	Mumbai	795	790	5
	New Delhi	750	750	Unch
Coconut Oil	Kangayan (Crude)	1400	1400	Unch
	Cochin	1670	1670	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1300	1300	Unch
	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	545	548	-3



	CNF India	563	565	-2
Indonesia CPO USD/MT	FOB	510	515	-5
	CNF India	538	538	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	543	545	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	530	535	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	970	980	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	468	473	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	930	-
Ukraine Origin CSFO USD/MT Kandla	CIF	735	735	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	710	713	-3
Argentina FOB (\$/MT)		19-Sep-18	18-Sep-18	Change
Crude Soybean Oil Ship		620	618	2
Refined Soy Oil (Bulk) Ship		642	640	2
Sunflower Oil Ship		700	700	Unch
Cottonseed Oil Ship		600	598	2
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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