

Domestic Fundamentals:

- Edible oils complex featured firm tone in various markets centers on Thursday.
- International soy oil and palm oil rose on demand hopes. Soy oil and palm oil futures were trading higher following international benchmarks.
- Palm Oil- Palm oil prices are supported by depreciation of Ringgit and Indonesia Rupiah, buying at lower quotes, rise in competitive oil and rise in crude oil prices.

However, expectation of rise in end stocks of palm oil in Malaysia and Indonesia in coming months, expectation of rise in production of palm oil in both countries in coming months and lower rate of growth of exports of palm oil from both countries due to upcoming winters will be drag on prices in longer term

Ringgit and Rupiah has depreciating due to rise in dollar Index. Depreciation of both currencies makes palm oil more competitive compared to other competing oils. Indonesia Rupiah is under pressure due to higher current account deficit due to rise in crude oil prices and fall in prices of other exportable products ranging from palm oil, coal, rubber, cocoa etc. It has depreciated more than Ringgit in 2018. This has led to higher prices of palm oil from Malaysia compared to Indonesia. RBD palmolein over CPO is running over USD 45 per ton. This will make exports of palm oil from Malaysia uncompetitive. However, despite higher premium of Malaysian palm oil exports have shot up in September indicating strong underlying demand in near term.

Due to fall in palm oil prices in last 3-4 months has led to renewed buying of palm oil by major destinations. This buying is also due to zero export duties. More buying could be seen as India is buying before festive season. EU is buying to take advantage of lower prices and lower duties and stocks before onset of winters. China is expected to import higher palm oil in near term due to lower supply of soy oil in its market due to lower crush of soybean. Crush is lowered due to weak demand of soy meal due to outbreak of swine flu and record stock of soy meal.

Competitive oils like CBOT soy oil and RBD palmolein is expected to rise due to higher expected demand.

Crude oil prices have risen to 3 year highs due to sanction on Iran and fall in output of crude oil by Saudi Arabia. Both this factors have led to lower to surplus oil from markets supporting prices.

- Soy oil- International soy oil prices are supported by expectation of demand of soy oil at lower quotes, fall in stocks of soy oil in US due to strong domestic demand, slowdown of harvest of soybean in US Midwest due to rains, rise in competitive oils and rise in crude oil prices.

However, expectation of record soybean harvest in US, expectation of record soybean planting in Brazil, weak Chinese demand.

Soybean harvest has been delayed due to rains in US Midwest and more rainfall is forecast in Midwest in next 10 days. Crop damage is expected in rains and slow harvest. This happens at a time when record harvest is taking place.

Planting of soybean has started in Brazil and is progressing at higher rate compared to last year and 5-year average. Weather is conducive for fast progress of planting. Brazil is expected to plant record area and crop of soybean is expected to be bigger than last year. Exports are expected to touch record highs and may cross 80 MMT in 2018/19.

Soybean crop in Argentina is expected to rise to 53 MMT according to Buenos Aires grains Exchange.

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
Oct-18	3.95	751.90	756.75	751.55	755.10	10,490	-10180	27100	-2150
Nov-18	5.55	759.00	762.80	757.00	761.50	16,960	-8560	33970	4150

Prices & Vol-OI are at 5:05 PM

Spread are taken at 5:05

Spread	Oct-18	Nov-18
Spot	-13.10	-19.50
Oct-18		6.40
Nov-18		

MCX CPO Futures

Prices are at 5:05 PM

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Oct-18	6.40	587.90	592.50	587.50	592.20	771	-373	6036	-199
Nov-18	6.90	591.50	597.30	591.10	596.00	197	-284	4209	145

Spread are taken at 5:05

Spread	Oct-18	Nov-18
Spot	-4.2	-8
Oct-18		3.8
Nov-18		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	0.02	29.84	29.97	29.72	29.86
15-Jan	0.01	30.05	30.2	29.96	30.09
15-Mar	0.02	30.31	30.47	30.22	30.35
15-May	0.01	30.57	30.72	30.48	30.61
15-Jul	0.01	30.81	30.93	30.81	30.88

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Oct-18	22	2136	2149	2132	2148
Nov-18	21	2162	2177	2162	2175
Dec-18	32	2201	2232	2201	2230
Jan-19	33	2259	2290	2259	2288

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/10/2018	6.87	15172	4.144	37.74	73.65	3.90	95.84	76.23

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Oct-18	3-Oct-18	
Refined Soybean Oil	Indore	742	742	Unch
	Indore (Soy Solvent Crude)	720	710	10
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	702	705	-3
	Kandla/Mundra	740	730	10
	Kandla/Mundra (Soy Degum)	710	707	3
	Kolkata	755	750	5
	Delhi	780	778	2
	Nagpur	755	755	Unch



	Rajkot	740	730	10
	Kota	745	738	7
	Hyderabad	775	775	Unch
	Akola	753	753	Unch
	Amrawati	753	753	Unch
	Bundi	755	748	7
	Jalna	754	754	Unch
	Alwar	Unq	Unq	-
	Solapur	748	748	Unch
	Dhule	748	748	Unch
Palm Oil*	Kandla (Crude Palm Oil)	617	615	2
	Kandla (RBD Palm oil)	658	656	2
	Kandla RBD Pamolein	690	693	-3
	Kakinada (Crude Palm Oil)	617	612	5
	Kakinada RBD Pamolein	693	693	Unch
	Haldia Pamolein	714	709	5
	Chennai RBD Pamolein	704	704	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	779	779	Unch
	KPT (krishna patnam) Pamolein	693	693	Unch
	Mumbai RBD Pamolein	725	725	Unch
	Mangalore RBD Pamolein	725	714	11
	Tuticorin (RBD Palmolein)	725	Closed	-
	Delhi	730	727	3
	Rajkot	693	685	8
	Hyderabad	720	710	10
	PFAD (Kandla)	389	389	Unch
	Refined Palm Stearin (Kandla)	536	536	Unch
	Superolien (Kandla)	735	735	Unch
	Superolien (Mumbai)	779	779	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	830	830	Unch
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	775	775	Unch
	Kandla (Ref.)	810	810	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	820	815	5
	Latur (Expeller Oil)	790	790	Unch
	Chellakere (Expeller Oil)	800	800	Unch
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	850	840	10



	Chennai	890	880	10
	Delhi	925	925	Unch
	Hyderabad *	930	925	5
	Mumbai	870	870	Unch
	Gondal	835	830	5
	Jamnagar	840	830	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	830	830	Unch
	Jaipur (Kacchi Ghani Oil)	850	846	4
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	835	835	Unch
	Neewai (Expeller Oil)	815	815	Unch
	Neewai (Kacchi Ghani Oil)	835	845	-10
	Bharatpur (Kacchi Ghani Oil)	862	862	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	810	810	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	830	830	Unch
	Mumbai (Expeller Oil)	835	835	Unch
	Kolkata(Expeller Oil)	980	980	Unch
	New Delhi (Expeller Oil)	850	845	5
	Hapur (Expeller Oil)	900	895	5
	Hapur (Kacchi Ghani Oil)	940	935	5
	Agra (Kacchi Ghani Oil)	867	867	Unch
Refined Cottonseed Oil	Rajkot	775	775	Unch
	Hyderabad	775	775	Unch
	Mumbai	800	800	Unch
	New Delhi	745	745	Unch
Coconut Oil	Kangayan (Crude)	1425	1420	5
	Cochin	1670	1670	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1350	1350	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	840	840	Unch
Rice Bran Oil (40%)	New Delhi	680	672	8
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	555	553	2

	CNF India	575	568	7
Indonesia CPO USD/MT	FOB	510	508	2
	CNF India	535	530	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	553	553	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	528	525	3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	925	935	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	460	465	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	850	-
Ukraine Origin CSFO USD/MT Kandla	CIF	725	710	15
Rapeseed Oil Rotterdam Euro/MT	FOB	760	748	12
Argentina FOB (\$/MT)		3-Oct-18	2-Oct-18	Change
Crude Soybean Oil Ship		677	673	4
Refined Soy Oil (Bulk) Ship		701	697	4
Sunflower Oil Ship		680	680	Unch
Cottonseed Oil Ship		657	653	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).

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