

Domestic Fundamentals:

- Edible oils complex featured mostly weak sentiment in various markets centers on Thursday.
- International soy oil and palm oil traded weak on oversupply concerns. Soy oil and palm oil futures continued its upwards movement on demand hopes.
- Palm oil- Palm oil prices are expected to be underpinned by expectation of rise in stocks of palm oil in Malaysia and Indonesia in coming months, rise in production of palm oil in coming months in both countries and slow rise in exports of palm oil in coming months in both countries.
Palm oil stocks are expected to be underpinned by rise in stocks of palm oil Malaysia and Indonesia by December. Stocks on Malaysia is expected to exceed 3 MMT while in Indonesia is expected to exceed 5 MMT. Prime reason of rise of end stocks is rise in production in both countries.
Production in expected to rise in both countries on seasonal uptrend and of production. Production of palm oil in both countries will exceed rise in exports.
Exports of palm oil fell 29 percent in Malaysia in first half of October. EU and India were buyers which imported lower amount of palm oil.
India is importing less palm oil due to higher imports of palm oil in August and September which has increased port stocks. Further, stocking for festive season is over and there are no fresh triggers of demand in near term. Depreciation of Rupee will also dent imports.
China is buying more due to lower supply of soy oil in China due to lower crush of soybean in the country due to weak demand of soy meal due to outbreak of swine flu.
Competing oil like CBOT soy oil is expected to be underpinned by oversupply scenario.
- Soy oil- Soy oil domestic prices are supported by firm demand ahead of festivals. Depreciation of Rupee, higher disparity in exports will decrease import and support prices.
- International soy oil prices are supported by slowdown of soybean harvest in US Midwest due to rains. There are some damage which will lead to quality issue. Further, there are news of two US soybean shipments to China coupled with fall in stocks of soy oil in US in September due to higher domestic dissepance.
Demand of soy oil is firm in US which has led to fall in stocks of soy oil despite surge in crush of soybean.\
- According to National Oilseed Processors Association (NOPA), U.S. September soybean crush rose 11.9 percent m-o-m to 160.779 million bushels from 158.885 million bushels in August 2018. Crush in Sep 2017 was 136.419 million bushels. Soy oil stocks in U.S. at the end of Sep fell 5.7 percent m-o-m to 1.531 billion lbs compared to 1.623 billion lbs in end Aug 2018. Stocks of soy oil in end Sep 2018 was higher by 17.6 percent compared to end Sep 2017, which was reported at 1.302 million lbs.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's October 1-15 palm oil exports fell 29.0 percent to 552,076 tons compared to 777,049 tons in corresponding period last month. Top buyers are European Union at 122,255 tons (204,057 tons), China at 116,990 tons (96,300 tons), United States at 76,372 tons (22,750 tons), India at 60,600 tons (68,395 tons), and Pakistan at 0.0 tons (20,500 tons). Values in brackets are figures of corresponding period 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
Nov-18	5.95	764.00	772.20	763.00	769.70	24,540	4360	36850	-750
Dec-18	4.30	772.05	779.30	771.00	775.90	5,810	1310	15440	200

Prices & Vol-OI are at 5:05 PM

Spread are taken at 5:05

Spread	Nov-18	Dec-18
Spot	0.30	-5.90
Nov-18		6.20
Dec-18		

MCX CPO Futures

Prices are at 5:05 PM

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Oct-18	5.90	591.20	597.10	591.10	596.30	1033	721	4909	-310
Nov-18	5.90	592.40	598.00	592.40	597.50	661	446	4469	-79

Spread are taken at 5:05

Spread	Oct-18	Nov-18
Spot	-1.3	-2.5
Oct-18		1.2
Nov-18		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	-0.25	29.54	29.57	29.3	29.31
15-Jan	-0.25	29.81	29.81	29.54	29.55
15-Mar	-0.25	30.03	30.06	29.8	29.8
15-May	-0.26	30.31	30.31	30.07	30.07
15-Jul	-0.27	30.6	30.6	30.35	30.35

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Oct-18	-20	2136	2141	2127	2135
Nov-18	-21	2195	2198	2172	2189
Dec-18	-21	2244	2248	2224	2239
Jan-19	-21	2298	2301	2280	2293

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/10/2018	6.94	15193	4.16	36.10	73.59	3.69	95.37	69.17

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Oct-18	17-Oct-18	
Refined Soybean Oil	Indore	765	770	-5
	Indore (Soy Solvent Crude)	730	735	-5
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	720	725	-5
	Kandla/Mundra	755	755	Unch
	Kandla/Mundra (Soy Degum)	728	730	-2
	Kolkata	770	770	Unch
	Delhi	812	810	2
	Nagpur	770	770	Unch

	Rajkot	755	750	5
	Kota	765	765	Unch
	Hyderabad	Closed	765	-
	Akola	770	770	Unch
	Amrawati	769	769	Unch
	Bundi	775	775	Unch
	Jalna	765	765	Unch
	Alwar	Unq	Unq	-
	Solapur	755	755	Unch
	Dhule	765	765	Unch
Palm Oil*	Kandla (Crude Palm Oil)	623	627	-4
	Kandla (RBD Palm oil)	656	662	-5
	Kandla RBD Pamolein	697	700	-3
	Kakinada (Crude Palm Oil)	620	620	Unch
	Kakinada RBD Pamolein	704	714	-11
	Haldia Pamolein	719	725	-5
	Chennai RBD Pamolein	725	725	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	796	796	Unch
	KPT (krishna patnam) Pamolein	706	714	-8
	Mumbai RBD Pamolein	719	730	-11
	Mangalore RBD Pamolein	721	721	Unch
	Tuticorin (RBD Palmolein)	728	728	Unch
	Delhi	738	740	-2
	Rajkot	698	698	Unch
	Hyderabad	Closed	725	-
	PFAD (Kandla)	389	389	Unch
	Refined Palm Stearin (Kandla)	520	520	Unch
	Superolien (Kandla)	746	746	Unch
	Superolien (Mumbai)	796	796	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	Closed	830	-
	Mumbai	825	830	-5
	Mumbai(Expeller Oil)	765	765	Unch
	Kandla (Ref.)	815	815	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	Closed	825	-
	Latur (Expeller Oil)	780	780	Unch
	Chellakere (Expeller Oil)	775	775	Unch
	Erode (Expeller Oil)	875	875	Unch

Groundnut Oil	Rajkot	900	920	-20
	Chennai	Closed	930	-
	Delhi	900	900	Unch
	Hyderabad *	Closed	940	-
	Mumbai	930	940	-10
	Gondal	925	925	Unch
	Jamnagar	925	925	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	825	828	-3
	Jaipur (Kacchi Ghani Oil)	851	847	4
	Kota (Expeller Oil)	805	805	Unch
	Kota (Kacchi Ghani Oil)	830	835	-5
	Neewai (Expeller Oil)	808	808	Unch
	Neewai (Kacchi Ghani Oil)	835	835	Unch
	Bharatpur (Kacchi Ghani Oil)	850	850	Unch
	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)	830	835	-5
	Mumbai (Expeller Oil)	830	830	Unch
	Kolkata(Expeller Oil)	980	980	Unch
	New Delhi (Expeller Oil)	868	865	3
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	855	855	Unch
Refined Cottonseed Oil	Rajkot	775	765	10
	Hyderabad	Closed	775	-
	Mumbai	790	780	10
	New Delhi	735	735	Unch
Coconut Oil	Kangayan (Crude)	1300	1300	Unch
	Cochin	1620	1640	-20
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	Unq	1500	-
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	840	-
Rice Bran Oil (40%)	New Delhi	Unq	702	-
Rice Bran Oil (4%)	Punjab	Unq	660	-
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-

Malaysia Palmolein USD/MT	FOB	545	548	-3
	CNF India	575	575	Unch
Indonesia CPO USD/MT	FOB	508	510	-2
	CNF India	535	535	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	540	545	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	523	525	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	903	910	-7
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	448	453	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	840	-
Ukraine Origin CSFO USD/MT Kandla	CIF	715	715	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	763	768	-5
Argentina FOB (\$/MT)		17-Oct-18	16-Oct-18	Change
Crude Soybean Oil Ship		668	672	-4
Refined Soy Oil (Bulk) Ship		691	696	-5
Sunflower Oil Ship		675	675	Unch
Cottonseed Oil Ship		648	652	-4
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).

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.