

Domestic Fundamentals:

- Edible oils complex gained at various centers in India on Thursday.
- International soy oil and palm oil traded lower on oversupply concerns. Soy oil and palm oil futures fell in India following international benchmarks.
- In the weekly USDA crop progress of US soybean report released on 28 October; Soybean harvest has reached 72% compared to 81% in corresponding period last year and 5-year average of 81%.
- According to Indonesia trade ministry, Indonesia kept November CPO export duty unchanged at zero percent. CPO tax will remain zero below reference point of USD 750 per ton. CPO export duty has been at zero percent since May 2017.
- Palm oil- Palm oil prices are expected to be underpinned by expectation of rise in stocks of palm oil in Malaysia in October, rise in production of palm oil in Malaysia and fall in exports of palm oil from Malaysia in October. Palm oil end stocks are expected to rise in October and are all set to rise to above 3 MMT by December. Stocks will rise in rise in production of palm oil in Malaysia and fall in exports from Malaysia in October. Production is expected to rise on seasonal uptrend and of production. Exports of palm oil fell 20 percent in Malaysia in first 25 days 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 also dent imports. Imports from China rose due to slowdown of soybean crush in China due to outbreak of swine flu. Lower supply of soy oil led to higher imports of palm oil. 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. India CNF prices fell due to fall in Argentina FOB as premium of Argentina FOB over CBOT fell due to fall in basis. Appreciation of Argentina Peso is the cause of fall in basis. Further, international soy oil prices are underpinned by pickup in soybean harvest in US Midwest which was delayed due to rains. There is some damage which will lead to quality issue. Planting of soybean is progressing at faster rate in Brazil and weather is conducive for advancement of planting which is expected to plant record crop. Import demand of soybean from China is expected to fall due to outbreak of swine flu in the country which has led to mass scale slaughter of swine. Further, China is liquidating soybean state reserves. China has mandated swine and poultry to use lower amount of protein to decrease use of soy meal in the country to cut dependence on soybean due to trade dispute with US, Due to lower crush of soybean in China has led to rise in import demand of palm oil.

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
Nov-18	-2.35	754.9	755.8	750.9	751	6,880	-2,110	33560	-430
Dec-18	-2.35	754.9	755.8	750.9	751	6,880	-2,950	33560	-760
Prices & Vol-OI are at 5:05 PM									

Spread	Nov-18	Dec-18
Spot	6.45	6.50
Nov-18		-0.05
Dec-18		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-18	-0.2	576.3	576.4	575.5	575.6	316	-113	506	-5377
Dec-18	-3.5	571	573.4	567.1	567.2	728	306	5868	-881

Spread
Nov18
Dec-18
Spot

2.2

6.7

Nov-18

-4.5

Dec-18
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	-0.05	28	28	28.06	27.96
15-Jan	-0.04	28.22	28.2	28.28	28.17
15-Mar	-0.22	28.48	28.46	28.55	28.44
15-May	-0.05	28.77	28.77	28.8	28.71
15-Jul	-0.22	29.05	29.05	29.1	29

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Nov-18	-69	2046	2046	1988	-
Dec-18	-30	2114	2117	2088	2070
Jan-19	-19	2166	2171	2147	2149
Feb-19	-13	2214	2224	2206	2205

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
31/10/2018	6.97	15202	4.183	36.72	74.25	3.69	96.89	66.44

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).

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		31-Oct-18	30-Oct-18	
Refined Soybean Oil	Indore	765	760	5
	Indore (Soy Solvent Crude)	727	725	2
	Mumbai	755	758	-3
	Mumbai (Soy Degum)	718	715	3
	Kandla/Mundra	750	745	5
	Kandla/Mundra (Soy Degum)	725	717	8
	Kolkata	768	770	-2
	Delhi	791	790	1
	Nagpur	771	767	4
	Rajkot	745	750	-5
	Kota	765	765	Unch
	Hyderabad	770	770	Unch
	Akola	771	766	5
	Amrawati	770	766	4
	Bundi	775	775	Unch
	Jalna	775	771	4
	Alwar	Unq	Unq	-
	Solapur	756	752	4
	Dhule	776	772	4
Palm Oil*	Kandla (Crude Palm Oil)	609	607	2
	Kandla (RBD Palm oil)	646	646	Unch
	Kandla RBD Pamolein	683	680	2
	Kakinada (Crude Palm Oil)	604	604	Unch
	Kakinada RBD Pamolein	693	693	Unch
	Haldia Pamolein	701	706	-4
	Chennai RBD Pamolein	709	709	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	780	782	-2
	KPT (krishna patnam) Pamolein	693	693	Unch
	Mumbai RBD Pamolein	704	704	Unch
	Mangalore RBD Pamolein	705	709	-4
	Tuticorin (RBD Palmolein)	707	709	-2
	Delhi	722	720	2
	Rajkot	683	683	Unch
	Hyderabad	710	710	Unch
	PFAD (Kandla)	373	368	5
	Refined Palm Stearin (Kandla)	509	504	5
	Superolien (Kandla)	730	735	-5

	Superolien (Mumbai)	780	782	-2
* inclusive of GST				
Refined Sunflower Oil	Chennai	820	825	-5
	Mumbai	825	810	15
	Mumbai(Expeller Oil)	745	740	5
	Kandla (Ref.)	810	815	-5
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	810	810	Unch
	Latur (Expeller Oil)	780	780	Unch
	Chellakere (Expeller Oil)	765	765	Unch
	Erode (Expeller Oil)	850	850	Unch
Groundnut Oil	Rajkot	975	975	Unch
	Chennai	960	950	10
	Delhi	925	925	Unch
	Hyderabad *	960	960	Unch
	Mumbai	995	975	20
	Gondal	975	950	25
	Jamnagar	975	950	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	825	830	-5
	Jaipur (Kacchi Ghani Oil)	840	845	-5
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	830	835	-5
	Neewai (Expeller Oil)	800	800	Unch
	Neewai (Kacchi Ghani Oil)	826	826	Unch
	Bharatpur (Kacchi Ghani Oil)	830	840	-10
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	815	820	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	830	835	-5
	Mumbai (Expeller Oil)	825	825	Unch
	Kolkata(Expeller Oil)	960	960	Unch
	New Delhi (Expeller Oil)	847	851	-4
	Hapur (Expeller Oil)	885	880	5
	Hapur (Kacchi Ghani Oil)	925	920	5
	Agra (Kacchi Ghani Oil)	835	845	-10
Refined Cottonseed Oil	Rajkot	750	750	Unch
	Hyderabad	760	760	Unch
	Mumbai	775	778	-3
	New Delhi	710	720	-10

Coconut Oil	Kangayan (Crude)	1280	1350	-70
	Cochin	1525	1590	-65
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	#N/A	#N/A	-
	Mumbai	#N/A	#N/A	-
Kardi	Mumbai	#N/A	#N/A	-
Rice Bran Oil (40%)	New Delhi	#N/A	#N/A	-
Rice Bran Oil (4%)	Punjab	#N/A	#N/A	-
Rice Bran Oil (4%)	Uttar Pradesh	#N/A	#N/A	-
Malaysia Palmolein USD/MT	FOB	525	528	-3
	CNF India	553	558	-5
Indonesia CPO USD/MT	FOB	490	495	-5
	CNF India	518	523	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	520	520	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	513	515	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	855	875	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	425	428	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	820	-
Ukraine Origin CSFO USD/MT Kandla	CIF	700	705	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	753	754	-1
Argentina FOB (\$/MT)		30-Oct-18	29-Oct-18	Change
Crude Soybean Oil Ship		638	634	4
Refined Soy Oil (Bulk) Ship		660	656	4
Sunflower Oil Ship		665	665	Unch
Cottonseed Oil Ship		618	614	4
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* indicates including GST				

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