

**Domestic Fundamentals:**

- Edible oils complex featured mostly weak trend at various market centers on Monday.
- Soy oil and palm oil domestic futures fell on fall in international benchmarks. BMD CPO fell on demand concerns while CBOT soy oil fell on improving weather of soybean in US. Crude oil was trading higher on Monday.
- Palm oil prices are expected to be supported by fall in end stocks of palm oil in Malaysia in July, rise in exports of palm oil, depreciation of ringgit, rise in competitive oils and rise in crude oil prices.  
Palm oil end stocks unexpectedly fell in Malaysia in July against trade expectation of rise in stocks. Stocks fell below 24 lakh tons on rise in exports of palm oil from Malaysia in July.  
Production of palm oil rose 15 percent in July in Malaysia. Production rose in July in Malaysia on seasonal uptrend of production and return of labor from leave due to Ramadan. Production will continue to rise in August in Malaysia.  
Exports of palm oil rose from Malaysia in July by 7 percent on higher exports to India and EU.  
Exports of palm oil from Malaysia to India picked up in July due to fall in prices of palm oil, positive refining margins and lower import duty on imports of RBD palmolein by India compared to other locations. More rise is seen in August and is expected to remain firm in coming months due to festive season demand and seasonal uptrend of demand.  
Exports of palm oil is expected to rise to China on US-China trade dispute, removal of import quota of palm oil imports by the country and lower supply of soy oil the country due to lower imports of soybean in 2019 due to swine flu.  
Ringgit depreciated below 4.15 per USD due to strong dollar and selloff in emerging markets as it makes palm oil competitive compared to competitive oils.  
Competitive oils like soy oil is expected to support palm oil due to lower supply concerns.
- Soy oil international prices are underpinned by improvement of soybean weather in US, US-China trade dispute concerns and weak Chinese demand.  
Further soy oil domestic prices are expected to be underpinned by negative import parity, negative refining margins, weak demand and fall in CBOT soy oil.
- Edible oils imports by India surged in July due to firm palm oil and sunflower oil imports. Crude palm oil imports surged on the back of fall in international prices and positive refining margins. Further rise in CPO imports is not ruled out. RBD palmolein imports surged due to lower import duty on imports from Malaysia. Sunflower oil imports surged in July due to firm domestic demand and positive import parity. However, further rise is not expected as import parity and refining margins have fallen and CNF prices have surged. Rapeseed oil imports resumed in July after no imports for many months on the backs of import duty making it unviable to import. Despite rise in imports stocks at ports and pipelines have fallen due to firm domestic demand.
- According to National Oilseed Processors Association (NOPA), U.S. July soybean crush rose by 12.93 percent to 168.093 million bushels from 148.843 million bushels in June 2019. Crush of soybean in July was lower by 0.2 percent compared to July 2018 figure of 167.733 million bushels. Soy oil stocks in U.S. at the end of July fell 4.43 percent to 1.467 billion lbs compared to 1.535 billion lbs in end June 2019. Stocks of soy oil in end July was lower by 16.84 percent compared to end July 2018, which was reported at 1.764 million lbs. Soybean oil stocks was below trade expectation.

**Outlook:** Edible oil basket is expected to feature sideways to firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	-5.40	755.50	756.40	751.00	751.30	13,930	480	39320	530
Oct-19	-7.10	754.80	755.00	750.80	750.80	2,440	320	12210	1380
Prices & Vol-OI are at 5:30 PM									

Spread	Sep-19	Oct-19
Spot	8.70	9.20
Sep-19		-0.50
Oct-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	<b>-7.90</b>	547.30	547.30	540.30	541.00	1080	-194	3427	-286
Sep-19	<b>-7.40</b>	548.50	548.50	543.30	543.60	1079	-117	2550	40

Spread	Aug-19	Sep-19
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Spot	-2.0	-4.6
Aug-19		2.6
Sep-19		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	<b>-0.15</b>	29.07	29.14	28.94	28.98
15-Oct	<b>-0.17</b>	29.19	29.27	29.06	29.08
15-Dec	<b>-0.18</b>	29.44	29.52	29.31	29.33
15-Jan	<b>-0.17</b>	29.68	29.74	29.56	29.57
15-Mar	<b>-0.17</b>	29.94	30.01	29.82	29.84

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	<b>-37</b>	2136	2136	2103	2105
15-Oct	<b>-33</b>	2164	2164	2128	2129
15-Nov	<b>-36</b>	2184	2188	2152	2156
15-Dec	<b>-31</b>	2211	2213	2180	2182

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
19/08/2019	7.05	14232	4.174	54.80	71.43	4.00	98.23	55.10

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-Aug-19	17-Aug-19	
Refined Soybean Oil	Indore	760	760	Unch
	Indore (Soy Solvent Crude)	725	725	Unch
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	718	718	Unch
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	712	712	Unch
	Kolkata	755	755	Unch
	Delhi	785	790	-5
	Nagpur	762	756	6
	Rajkot	735	730	5
	Kota	750	755	-5

	Hyderabad	Unq	Unq	-
	Akola	763	765	-2
	Amrawati	763	765	-2
	Bundi	755	760	-5
	Jalna	764	754	10
	Solapur	761	748	13
	Dhule	774	760	14
Palm Oil*	Kandla (Crude Palm Oil)	566	571	-5
	Kandla (RBD Palm oil)	609	609	Unch
	Kandla RBD Pamolein	641	641	Unch
	Kakinada (Crude Palm Oil)	564	575	-12
	Kakinada RBD Pamolein	641	641	Unch
	Haldia Pamolein	643	643	Unch
	Chennai RBD Pamolein	646	646	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	698	698	Unch
	KPT (krishna patnam) Pamolein	641	641	Unch
	Mumbai RBD Pamolein	651	651	Unch
	Mangalore RBD Pamolein	656	656	Unch
	Tuticorin (RBD Palmolein)	646	649	-3
	Delhi	670	670	Unch
	Rajkot	626	632	-6
	Hyderabad	617	635	-18
	PFAD (Kandla)	399	399	Unch
	Refined Palm Stearin (Kandla)	564	575	-12
	Superolien (Kandla)	651	651	Unch
	Superolien (Mumbai)	667	667	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	855	855	Unch
	Mumbai	850	845	5
	Mumbai(Expeller Oil)	810	810	Unch
	Kandla (Ref.)	840	840	Unch
	Hyderabad (Ref)	855	875	-20
	Latur (Expeller Oil)	810	810	Unch
	Chellakere (Expeller Oil)	810	810	Unch
	Erode (Expeller Oil)	885	885	Unch
Groundnut Oil	Rajkot	1100	1150	-50
	Chennai	1020	1020	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1050	1040	10
	Mumbai	1075	1075	Unch

	Gondal	1125	1125	Unch
	Jamnagar	1125	1100	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	790	Unch
	Jaipur (Kacchi Ghani Oil)	813	813	Unch
	Kota (Expeller Oil)	785	785	Unch
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	780	780	Unch
	Neewai (Kacchi Ghani Oil)	792	792	Unch
	Bharatpur (Kacchi Ghani Oil)	815	815	Unch
	Sri-Ganga Nagar(Exp Oil)	775	780	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	810	-10
	Mumbai (Expeller Oil)	810	810	Unch
	Kolkata(Expeller Oil)	920	930	-10
	New Delhi (Expeller Oil)	800	805	-5
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	820	820	Unch
Refined Cottonseed Oil	Rajkot	780	800	-20
	Hyderabad	Unq	Unq	-
	Mumbai	812	812	Unch
	New Delhi	765	767	-2
Coconut Oil	Kangayan (Crude)	1370	1370	Unch
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1500	1500	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	620	620	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	543	545	-2
	CNF India	573	573	Unch
Indonesia CPO USD/MT	FOB	505	510	-5
	CNF India	533	535	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	535	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	543	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	700	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	435	Closed	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	800	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	795	Closed	-
Argentina FOB (\$/MT)		17-Aug-19	16-Aug-19	Change
Crude Soybean Oil Ship		Closed	678	-
Refined Soy Oil (Bulk) Ship		Closed	702	-
Sunflower Oil Ship		Closed	730	-
Cottonseed Oil Ship		Closed	658	-
Refined Linseed Oil (Bulk) Ship		Closed	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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