

**Domestic Fundamentals:**

- Edible oils complex featured mixed trend at various market centers on Wednesday.
- Soy oil and palm oil domestic futures rose on rise in international benchmarks. BMD CPO rose on demand prospects while CBOT soy oil rose on falling crop condition of soybean in US. Crude oil was trading higher on Wednesday.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Aug 1-20 palm oil exports rose 6.2 percent to 983,575 tons compared from 926,257 tons in corresponding period last month. Top buyers were India at 230,510 tons (240,075 tons), China at 214,955 tons (99,990 tons), European Union 173,130 tons (211,515 tons), Pakistan at 41,000 tons (39,000 tons) and United States at 21,890 tons (49,200 tons) and Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Aug 1-20 palm oil exports rose 8.7 percent to 1,005,355 tons compared to 924,895 tons in corresponding period last month. Top buyers were India & subcontinent 295,860 tons (300,495 tons), China at 200,295 tons (83,290 tons) and European Union 184,635 tons (193,395 tons). Values in brackets are figures of corresponding period last month.
- The newly planted US soybean is blooming at 90% which is down from 99% during the corresponding period last year and also down from 5-year average of 96%. About 68% soybean is setting pods which is down from 90% in corresponding period last year and 5-year average of 85%. Good to excellent condition at 53% compared to 65% in corresponding period last year reported in the US crop progress report dated 18 August 2019 by United States Department of Agriculture (USDA).
- 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 August by 6.2 percent on higher exports to China.
Exports of palm oil from Malaysia to India slowed in Aug due to rise in prices of palm oil, negative refining margins and high stocks of palm oil at Indian ports. However, palm oil imports are expected to remain firm in Aug and onwards on firm demand due to festive season 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 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.

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

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	3.20	751.50	753.70	749.00	752.80	11,230	-2700	39460	140
Oct-19	2.25	753.60	753.60	749.15	752.05	6,660	4220	15660	3450
Prices & Vol-OI are at 5:30 PM									

Spread	Sep-19	Oct-19
Spot	-2.80	-2.05
Sep-19		-0.75
Oct-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	7.70	543.60	549.80	540.10	548.00	1561	481	2654	-773
Sep-19	7.20	546.50	553.20	543.80	551.00	2158	1079	3717	1167

Spread	Aug-19	Sep-19
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Spot	-9.0	-12
Aug-19		3
Sep-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	0.16	28.49	28.63	28.43	28.59
15-Oct	0.18	28.63	28.76	28.54	28.72
15-Dec	0.17	28.85	29.01	28.79	28.96
15-Jan	0.18	29.04	29.23	29.03	29.19
15-Mar	0.18	29.28	29.5	29.28	29.45

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	32	2121	2161	2112	2163
15-Oct	34	2145	2190	2136	2187
15-Nov	30	2172	2210	2160	2208
15-Dec	26	2195	2233	2187	2230

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/08/2019	7.06	14239	4.177	54.72	71.56	4.05	98.16	56.80

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-Aug-19	20-Aug-19	
Refined Soybean Oil	Indore	750	750	Unch
	Indore (Soy Solvent Crude)	720	720	Unch
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	715	715	Unch
	Kandla/Mundra	735	735	Unch
	Kandla/Mundra (Soy Degum)	710	710	Unch
	Kolkata	755	755	Unch
	Delhi	777	780	-3
	Nagpur	765	765	Unch
	Rajkot	735	735	Unch
	Kota	750	750	Unch

	Hyderabad	Unq	Unq	-
	Akola	767	767	Unch
	Amrawati	766	766	Unch
	Bundi	755	755	Unch
	Jalna	767	767	Unch
	Solapur	755	755	Unch
	Dhule	767	766	1
Palm Oil*	Kandla (Crude Palm Oil)	566	566	Unch
	Kandla (RBD Palm oil)	604	604	Unch
	Kandla RBD Pamolein	635	635	Unch
	Kakinada (Crude Palm Oil)	564	564	Unch
	Kakinada RBD Pamolein	641	641	Unch
	Haldia Pamolein	635	635	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)	649	646	3
	Delhi	662	665	-3
	Rajkot	630	626	4
	Hyderabad	629	617	12
	PFAD (Kandla)	389	389	Unch
	Refined Palm Stearin (Kandla)	564	564	Unch
	Superolien (Kandla)	651	651	Unch
	Superolien (Mumbai)	667	667	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	855	855	Unch
	Mumbai	850	850	Unch
	Mumbai(Expeller Oil)	810	810	Unch
	Kandla (Ref.)	830	830	Unch
	Hyderabad (Ref)	860	855	5
	Latur (Expeller Oil)	810	810	Unch
	Chellakere (Expeller Oil)	810	810	Unch
	Erode (Expeller Oil)	890	890	Unch
Groundnut Oil	Rajkot	1100	1100	Unch
	Chennai	1020	1020	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1050	1050	Unch
	Mumbai	1085	1075	10

	Gondal	Closed	1150	-
	Jamnagar	Closed	1125	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	792	792	Unch
	Jaipur (Kacchi Ghani Oil)	812	813	-1
	Kota (Expeller Oil)	785	785	Unch
	Kota (Kacchi Ghani Oil)	800	800	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)	780	775	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	805	800	5
	Mumbai (Expeller Oil)	805	805	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	875	870	5
	Hapur (Kacchi Ghani Oil)	910	905	5
	Agra (Kacchi Ghani Oil)	820	820	Unch
Refined Cottonseed Oil	Rajkot	780	780	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	808	808	Unch
	New Delhi	754	756	-2
Coconut Oil	Kangayan (Crude)	1460	1420	40
	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	618	618	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	544	540	4
	CNF India	570	575	-5
Indonesia CPO USD/MT	FOB	505	505	Unch
	CNF India	530	535	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	539	535	4
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	550	540	10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	705	700	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	438	433	5



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	635	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	800	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	820	810	10
Argentina FOB (\$/MT)		20-Aug-19	19-Aug-19	Change
Crude Soybean Oil Ship		667	678	-11
Refined Soy Oil (Bulk) Ship		690	702	-12
Sunflower Oil Ship		730	730	Unch
Cottonseed Oil Ship		647	658	-11
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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