

Domestic Fundamentals:

- Edible oils complex featured firm trend in various oils at various market centers on Monday.
- Soy oil and palm oil domestic futures rose on demand ahead of festivals and rise in international benchmarks. BMD CPO rose on firm demand and thinning supply prospects while CBOT soy oil rose on falling crop condition of soybean in US. Crude oil was trading lower on Monday.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Aug 1-25 palm oil exports rose 18.0 percent to 1,365,033 tons compared to 1,157,155 tons in corresponding period last month. Top buyers were India & subcontinent 479,220 tons (365,695 tons), European Union 276,685 tons (265,185 tons) and China at 265,045 tons (95,790 tons). Values in brackets are figures of corresponding period last month.
- Palm oil prices are expected to be supported by expectation of fall in end stocks of palm oil in Malaysia in Aug, rise in exports of palm oil, fall in production of palm oil, depreciation of ringgit, rise in competitive oils and rise in crude oil prices.
Palm oil end stocks are expected to fall in Malaysia in August on slowdown of production in Malaysia and rise in exports from Malaysia in August.
Production of palm oil is expected to slowdown in August after rose 15 percent in July in Malaysia. Data from Malaysian Palm Oil Association showed slowdown of production of palm oil in first 20 days of August indicating that production will close the month of August with deficit.
Exports of palm oil rose from Malaysia in August by 18 percent on higher exports to China while exports to India moderated.
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 supported by fall in stocks of soy oil in US, weak condition of soybean in US, rise in competitive oils and rise in crude oil prices.
However, weak Chinese demand and US-China trade war will limit gains.
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.
Soy oil stocks fell in US in July as reported by NOPA on firm domestic disappearance despite higher crush of soybean. Soybean crop condition is weak as USDA crop report reported that good to excellent condition of crop fell below market expectations and crop condition is weakest in last few years.
Rise in competitive oils like palm oil and rise in crude oil prices due to OPEC supply cut will support soy oil prices.

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	6.10	759.80	764.20	758.30	762.90	14,310	5950	37100	-810
Oct-19	5.60	760.00	762.00	756.50	761.80	6,390	4030	21400	1520

Prices & Vol-OI are at 5:30 PM

Spread	Sep-19	Oct-19
Spot	-2.90	-1.80
Sep-19		-1.10
Oct-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	8.00	560.00	565.00	560.00	563.80	922	297	1939	-324
Sep-19	7.80	563.00	572.70	563.00	569.50	1609	853	4536	207

Spread	Aug-19	Sep-19
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Spot	3.2	-2.5
Aug-19		5.7
Sep-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	0.20	28.36	28.62	28.31	28.54
15-Oct	0.20	28.48	28.73	28.43	28.65
15-Dec	0.17	28.72	28.98	28.66	28.87
15-Jan	0.14	28.94	29.21	28.92	29.07
15-Mar	0.21	29.17	29.48	29.17	29.41

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	10	2250	2253	2220	2213
15-Oct	4	2277	2292	2244	2247
15-Nov	7	2295	2312	2266	2269
15-Dec	11	2312	2331	2289	2291

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
26/08/2019	7.15	14240	4.203	55.17	72.0	4.12	97.96	54.77

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-Aug-19	23-Aug-19	
Refined Soybean Oil	Indore	760	755	5
	Indore (Soy Solvent Crude)	722	720	2
	Mumbai	770	765	5
	Mumbai (Soy Degum)	720	718	2
	Kandla/Mundra	745	740	5
	Kandla/Mundra (Soy Degum)	720	712	8
	Kolkata	755	750	5
	Delhi	788	783	5
	Nagpur	775	770	5
	Rajkot	745	740	5
	Kota	755	750	5

	Hyderabad	Unq	Unq	-
	Akola	776	772	4
	Amrawati	776	771	5
	Bundi	760	755	5
	Jalna	776	771	5
	Solapur	766	761	5
	Dhule	776	771	5
Palm Oil*	Kandla (Crude Palm Oil)	595	585	11
	Kandla (RBD Palm oil)	630	620	11
	Kandla RBD Pamolein	651	646	5
	Kakinada (Crude Palm Oil)	578	573	4
	Kakinada RBD Pamolein	656	651	5
	Haldia Pamolein	656	651	5
	Chennai RBD Pamolein	662	656	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	716	705	12
	KPT (krishna patnam) Pamolein	656	651	5
	Mumbai RBD Pamolein	672	662	11
	Mangalore RBD Pamolein	672	667	5
	Tuticorin (RBD Palmolein)	674	667	7
	Delhi	680	673	7
	Rajkot	646	641	5
	Hyderabad	641	639	2
	PFAD (Kandla)	389	389	Unch
	Refined Palm Stearin (Kandla)	578	573	4
	Superolien (Kandla)	677	651	26
	Superolien (Mumbai)	688	667	21
* inclusive of GST				
Refined Sunflower Oil	Chennai	860	855	5
	Mumbai	855	845	10
	Mumbai(Expeller Oil)	820	810	10
	Kandla (Ref.)	840	830	10
	Hyderabad (Ref)	860	855	5
	Latur (Expeller Oil)	820	820	Unch
	Chellakere (Expeller Oil)	820	820	Unch
	Erode (Expeller Oil)	890	Closed	-
Groundnut Oil	Rajkot	1175	1130	45
	Chennai	1050	1050	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1040	1040	Unch
	Mumbai	1085	1085	Unch

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	792	788	4
	Jaipur (Kacchi Ghani Oil)	813	809	4
	Kota (Expeller Oil)	785	785	Unch
	Kota (Kacchi Ghani Oil)	800	795	5
	Neewai (Expeller Oil)	783	783	Unch
	Neewai (Kacchi Ghani Oil)	795	795	Unch
	Bharatpur (Kacchi Ghani Oil)	815	815	Unch
	Sri-Ganga Nagar(Exp Oil)	780	770	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	805	795	10
	Mumbai (Expeller Oil)	805	805	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	820	820	Unch
Refined Cottonseed Oil	Rajkot	790	790	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	802	805	-3
	New Delhi	761	758	3
Coconut Oil	Kangayan (Crude)	1460	Closed	-
	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	565	550	15
	CNF India	598	585	13
Indonesia CPO USD/MT	FOB	530	515	15
	CNF India	558	545	13
RBD Palm oil (Malaysia Origin USD/MT)	FOB	558	545	13
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	568	558	10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	735	725	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	458	448	10



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	670	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	800	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	820	815	5
Argentina FOB (\$/MT)		23-Aug-19	22-Aug-19	Change
Crude Soybean Oil Ship		662	664	-2
Refined Soy Oil (Bulk) Ship		685	687	-2
Sunflower Oil Ship		730	730	Unch
Cottonseed Oil Ship		642	644	-2
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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