

**Domestic Fundamentals:**

- Edible oils complex featured mixed trend in various oils at various market centers on Tuesday.
- Soy oil and palm oil domestic futures fell on fall in international benchmarks. BMD CPO fell on technical selling and CBOT soy oil fell on improving soybean crop condition in US Midwest. Crude oil was trading lower on Tuesday.
- Director General of Foreign Trade (DGFT), India has recommended increase of 5 percent in import duty on imports of RBD palmolein originating from Malaysia for a period of 180 days. DGFT has recommended hike to impose Provisional bilateral Safeguard measure in terms of Rule no 9 of India-Malaysia Comprehensive Economic Cooperation Agreement (Bilateral Safeguard Measures) Rules, 2017. This step has been taken after it was found that lowering of import duty on imports of RBD palmolein from Malaysia on 31st Dec, 2018 has hurt Indian industry under India-Malaysia Comprehensive Economic Cooperation Agreement. At present import duty of 45 percent is imposed on imports of RBD palmolein from Malaysia. Further, DGFT has asked for comments of preliminary findings to be examined. It will conduct oral hearing and give opportunity to all interested parties relevant to the investigation. Moreover, DGFT will conduct investigation wherever necessary.
- 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.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Aug 1-25 palm oil exports rose 19.9 percent to 1,379,471 tons compared from 1,150,972 tons in corresponding period last month. Top buyers were India at 402,870 tons (282,425 tons), China at 276,705 tons (114,490 tons), European Union 229,719 tons (268,465 tons), United States at 44,136 tons (49,200 tons) and Pakistan at 41,000 tons (39,000 tons). Values in brackets are figures of corresponding period last month.

**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	-2.00	765.00	766.00	757.50	759.60	6,710	-4250	36500	12100
Oct-19	-2.25	762.50	762.50	757.10	759.00	2,300	-8730	21920	-15720

Prices & Vol-OI are at 5:30 PM

Spread	Sep-19	Oct-19
Spot	0.40	1.00
Sep-19		-0.60
Oct-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	-5.00	561.40	562.20	555.50	557.50	717	-161	1536	-2864
Sep-19	-3.40	569.00	569.00	563.00	565.50	1249	945	4746	2267

Spread	Aug-19	Sep-19
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Spot	7.5	-0.5
Aug-19		8
Sep-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	-0.17	28.12	28.4	28.04	28.16
15-Oct	-0.18	28.23	28.47	28.16	28.27
15-Dec	-0.19	28.44	28.75	28.39	28.5
15-Jan	-0.18	28.91	28.91	28.62	28.73
15-Mar	-0.16	29.18	29.2	28.88	29.02

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	-23	2190	2190	2190	2184
15-Oct	-28	2233	2233	2204	2218
15-Nov	-29	2254	2258	2227	2239
15-Dec	-32	2274	2281	2253	2261

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/08/2019	7.16	14252	4.202	55.52	71.47	4.13	97.95	54.26

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-Aug-19	26-Aug-19	
Refined Soybean Oil	Indore	760	760	Unch
	Indore (Soy Solvent Crude)	722	722	Unch
	Mumbai	770	770	Unch
	Mumbai (Soy Degum)	720	720	Unch
	Kandla/Mundra	745	745	Unch
	Kandla/Mundra (Soy Degum)	718	720	-2
	Kolkata	760	755	5
	Delhi	786	788	-2
	Nagpur	775	775	Unch
	Rajkot	740	745	-5
	Kota	755	755	Unch

	Hyderabad	Unq	Unq	-
	Akola	776	776	Unch
	Amrawati	776	776	Unch
	Bundi	760	760	Unch
	Jalna	776	776	Unch
	Solapur	766	766	Unch
	Dhule	776	776	Unch
Palm Oil*	Kandla (Crude Palm Oil)	593	595	-2
	Kandla (RBD Palm oil)	625	630	-5
	Kandla RBD Pamolein	656	651	5
	Kakinada (Crude Palm Oil)	578	578	Unch
	Kakinada RBD Pamolein	662	656	5
	Haldia Pamolein	667	656	11
	Chennai RBD Pamolein	674	662	13
	Chennai RBD Pamolein (Vitamin A&D Fortified)	730	716	14
	KPT (krishna patnam) Pamolein	662	656	5
	Mumbai RBD Pamolein	672	672	Unch
	Mangalore RBD Pamolein	683	672	11
	Tuticorin (RBD Palmolein)	669	674	-5
	Delhi	680	680	Unch
	Rajkot	641	646	-5
	Hyderabad	641	641	Unch
	PFAD (Kandla)	399	389	11
	Refined Palm Stearin (Kandla)	578	578	Unch
	Superolien (Kandla)	693	677	16
	Superolien (Mumbai)	704	688	16
* inclusive of GST				
Refined Sunflower Oil	Chennai	860	860	Unch
	Mumbai	855	855	Unch
	Mumbai(Expeller Oil)	820	820	Unch
	Kandla (Ref.)	845	840	5
	Hyderabad (Ref)	860	860	Unch
	Latur (Expeller Oil)	820	820	Unch
	Chellakere (Expeller Oil)	820	820	Unch
	Erode (Expeller Oil)	895	890	5
Groundnut Oil	Rajkot	1150	1175	-25
	Chennai	1030	1050	-20
	Delhi	1100	1100	Unch
	Hyderabad *	1040	1040	Unch
	Mumbai	1090	1085	5

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	792	792	Unch
	Jaipur (Kacchi Ghani Oil)	814	813	1
	Kota (Expeller Oil)	785	785	Unch
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	780	783	-3
	Neewai (Kacchi Ghani Oil)	792	795	-3
	Bharatpur (Kacchi Ghani Oil)	810	815	-5
	Sri-Ganga Nagar(Exp Oil)	775	780	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	805	-5
	Mumbai (Expeller Oil)	810	805	5
	Kolkata(Expeller Oil)	930	920	10
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	815	820	-5
Refined Cottonseed Oil	Rajkot	785	790	-5
	Hyderabad	Unq	Unq	-
	Mumbai	810	802	8
	New Delhi	762	761	1
Coconut Oil	Kangayan (Crude)	1480	1460	20
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1650	1500	150
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	625	620	5
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	550	565	-15
	CNF India	590	598	-8
Indonesia CPO USD/MT	FOB	525	530	-5
	CNF India	553	558	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	545	558	-13
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	565	568	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	725	735	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	455	458	-3



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	645	-
Ukraine Origin CSFO USD/MT Kandla	CIF	803	800	3
Rapeseed Oil Rotterdam Euro/MT	FOB	810	820	-10
Argentina FOB (\$/MT)		26-Aug-19	23-Aug-19	Change
Crude Soybean Oil Ship		666	662	4
Refined Soy Oil (Bulk) Ship		689	685	4
Sunflower Oil Ship		725	730	-5
Cottonseed Oil Ship		646	642	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).**

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