

Domestic Fundamentals:

- Edible oils complex featured weak trend in various oils at various market centers on Thursday.
- Soy oil and palm oil domestic futures fell on technical selling. BMD CPO rose on fell demand concerns and CBOT soy oil fell on improving soybean crop condition in US Midwest. Crude oil was trading higher on Thursday.
- According to Indonesia trade ministry, Indonesia kept Sep crude palm oil export duty unchanged at zero. The reference price is set at USD 555.6 per ton, lower than lower threshold for export duty below USD 570 to calculate export levy. Indonesia taxes palm oil above trigger price of USD 750 per ton. Indonesia has kept crude palm oil export duty at zero since May 2017.
- 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.
- 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.

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	-2.40	756.00	756.00	750.40	752.20	8,240	1530	35000	-1500
Oct-19	0.20	757.50	757.50	752.45	754.00	3,610	1310	23470	1550
Prices & Vol-OI are at 5:30 PM									

Spread	Sep-19	Oct-19
Spot	2.80	1.00
Sep-19		1.80
Oct-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	-3.30	556.00	556.30	553.20	553.20	381	2	964	-465
Sep-19	-3.70	564.10	566.00	561.80	562.40	774	87	5205	263

Spread	Aug-19	Sep-19
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Spot	13.8	4.6
Aug-19		9.2
Sep-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	UNCH	28.13	28.15	28.05	28.11
15-Oct	0.01	28.26	28.28	28.18	28.25
15-Dec	UNCH	28.46	28.49	28.38	28.45
15-Jan	-0.01	28.68	28.7	28.6	28.66
15-Mar	-0.01	28.96	28.98	28.88	28.94

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	-50	2165	2165	2140	2155
15-Oct	-35	2236	2236	2194	2197
15-Nov	-30	2255	2258	2216	2221
15-Dec	-32	2281	2281	2240	2246

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/08/2019	7.15	14228	4.217	57.95	71.75	4.17	98.12	56.16

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		29-Aug-19	28-Aug-19	
Refined Soybean Oil	Indore	755	760	-5
	Indore (Soy Solvent Crude)	720	727	-7
	Mumbai	760	770	-10
	Mumbai (Soy Degum)	720	720	Unch
	Kandla/Mundra	745	745	Unch
	Kandla/Mundra (Soy Degum)	715	715	Unch
	Kolkata	760	760	Unch
	Delhi	778	782	-4
	Nagpur	770	775	-5
	Rajkot	740	740	Unch
	Kota	755	755	Unch

	Hyderabad	Unq	Unq	-
	Akola	771	776	-5
	Amrawati	771	776	-5
	Bundi	760	760	Unch
	Jalna	774	776	-2
	Solapur	764	766	-2
	Dhule	773	776	-3
Palm Oil*	Kandla (Crude Palm Oil)	585	585	Unch
	Kandla (RBD Palm oil)	620	617	2
	Kandla RBD Pamolein	654	654	Unch
	Kakinada (Crude Palm Oil)	580	575	4
	Kakinada RBD Pamolein	662	662	Unch
	Haldia Pamolein	667	667	Unch
	Chennai RBD Pamolein	670	670	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	727	727	Unch
	KPT (krishna patnam) Pamolein	662	662	Unch
	Mumbai RBD Pamolein	672	672	Unch
	Mangalore RBD Pamolein	677	677	Unch
	Tuticorin (RBD Palmolein)	674	672	2
	Delhi	675	680	-5
	Rajkot	641	646	-5
	Hyderabad	641	644	-3
	PFAD (Kandla)	399	399	Unch
	Refined Palm Stearin (Kandla)	580	575	4
	Superolien (Kandla)	693	693	Unch
	Superolien (Mumbai)	704	704	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	860	860	Unch
	Mumbai	855	855	Unch
	Mumbai(Expeller Oil)	820	825	-5
	Kandla (Ref.)	845	845	Unch
	Hyderabad (Ref)	855	855	Unch
	Latur (Expeller Oil)	820	820	Unch
	Chellakere (Expeller Oil)	820	820	Unch
	Erode (Expeller Oil)	895	895	Unch
Groundnut Oil	Rajkot	1100	1150	-50
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1030	1040	-10
	Mumbai	1090	1090	Unch

	Gondal	1125	1125	Unch
	Jamnagar	1125	1125	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	795	Unch
	Jaipur (Kacchi Ghani Oil)	815	816	-1
	Kota (Expeller Oil)	785	785	Unch
	Kota (Kacchi Ghani Oil)	798	798	Unch
	Neewai (Expeller Oil)	780	780	Unch
	Neewai (Kacchi Ghani Oil)	792	792	Unch
	Bharatpur (Kacchi Ghani Oil)	810	810	Unch
	Sri-Ganga Nagar(Exp Oil)	780	780	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	810	810	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	798	800	-2
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	815	815	Unch
Refined Cottonseed Oil	Rajkot	790	790	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	806	806	Unch
	New Delhi	755	755	Unch
Coconut Oil	Kangayan (Crude)	1480	1480	Unch
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1650	1650	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	625	625	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	548	550	-2
	CNF India	583	590	-7
Indonesia CPO USD/MT	FOB	518	520	-2
	CNF India	548	550	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	543	543	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	563	565	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	720	725	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	453	455	-2



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	660	-
Ukraine Origin CSFO USD/MT Kandla	CIF	795	800	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	812	-
Argentina FOB (\$/MT)		28-Aug-19	27-Aug-19	Change
Crude Soybean Oil Ship		662	660	2
Refined Soy Oil (Bulk) Ship		685	683	2
Sunflower Oil Ship		720	720	Unch
Cottonseed Oil Ship		642	640	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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