

Domestic Fundamentals:

- Edible oils complex featured mixed trend in various oils at various market centers on Friday.
- Soy oil and palm oil domestic futures rose on demand prospects. BMD CPO rose on firm demand prospects and CBOT soy oil rose on bas soybean crop condition in US Midwest. Crude oil was trading lower on Friday.
- 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 prices are expected to be supported by firm demand ahead of festivals. However, negative import parity and negative refining margins will slow imports. High stocks at ports will keep cap on prices.

Soy oil international prices are supported by weak condition of soybean crop in US Midwest, lower stocks of soy oil in US in July and rise in crude oil prices. However, US-China trade dispute and weak demand from China will keep cap on prices.

Soybean crop condition is weakest in multi years and weather forecast indicating frost damage could happen when the crop is harvested which is late planted.

China has stopped agriculture imports from US and imposed higher import duties on US agricultural imports. This comes after US imposed duties on additional Chinese goods and put China in currency manipulator risk. Further intensification will adversely affect prices.

Demand of soybean is expected to remain weak from China due to intensification of swine flu which has decreased herd count of China by 32 percent. Further, China is liquidating strategic soybean reserves and meat reserves to loosed tight condition of market.

Rise in crude oil prices due to OPEC production 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	1.50	754.80	757.90	753.30	755.40	9,020	900	32990	-520
Oct-19	3.00	758.70	760.00	755.50	759.00	3,120	-810	24110	-80

Prices & Vol-OI are at 5:30 PM

Spread	Sep-19	Oct-19
Spot	1.60	-2.00
Sep-19		3.60
Oct-19		

MCX CPO Futures									
Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	-1.50	553.70	553.70	551.70	552.20	537	156	711	-253
Sep-19	1.30	563.50	568.50	560.00	565.60	1418	644	5461	256

Spread	Aug-19	Sep-19
Spot	2.8	-10.6
Aug-19		13.4
Sep-19		

CBOT Soy Oil Futures (Projections):
 (Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	0.06	28.53	28.55	28.37	28.43
15-Oct	0.12	28.48	28.52	28.35	28.49
15-Dec	0.07	28.67	28.68	28.49	28.65
15-Jan	0.08	28.86	28.88	28.71	28.87
15-Mar	0.07	29.13	29.14	28.98	29.13

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	-4	2143	2151	2115	2168
15-Oct	13	2205	2220	2176	2210
15-Nov	14	2229	2246	2201	2234
15-Dec	14	2254	2268	2226	2259

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
30/08/2019	7.15	14185	4.209	57.87	71.40	4.17	98.56	55.89

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		30-Aug-19	29-Aug-19	
Refined Soybean Oil	Indore	757	755	2
	Indore (Soy Solvent Crude)	720	720	Unch
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	720	720	Unch
	Kandla/Mundra	740	745	-5
	Kandla/Mundra (Soy Degum)	715	715	Unch
	Kolkata	752	760	-8
	Delhi	780	778	2
	Nagpur	770	770	Unch
	Rajkot	740	740	Unch
	Kota	755	755	Unch

	Hyderabad	Unq	Unq	-
	Akola	771	771	Unch
	Amrawati	771	771	Unch
	Bundi	760	760	Unch
	Jalna	774	774	Unch
	Solapur	764	764	Unch
	Dhule	773	773	Unch
	Kandla (Crude Palm Oil)	583	585	-2
	Kandla (RBD Palm oil)	620	620	Unch
	Kandla RBD Pamolein	651	654	-3
	Kakinada (Crude Palm Oil)	580	580	Unch
	Kakinada RBD Pamolein	662	662	Unch
	Haldia Pamolein	656	667	-11
	Chennai RBD Pamolein	667	670	-3
	Chennai RBD Pamolein (Vitamin A&D Fortified)	726	727	-2
	KPT (krishna patnam) Pamolein	659	662	-2
	Mumbai RBD Pamolein	656	672	-16
	Mangalore RBD Pamolein	677	677	Unch
	Tuticorin (RBD Palmolein)	674	674	Unch
	Delhi	675	675	Unch
	Rajkot	641	641	Unch
	Hyderabad	639	641	-2
	PFAD (Kandla)	399	399	Unch
	Refined Palm Stearin (Kandla)	580	580	Unch
	Superolien (Kandla)	693	693	Unch
	Superolien (Mumbai)	704	704	Unch
* inclusive of GST				
	Chennai	860	860	Unch
	Mumbai	855	855	Unch
	Mumbai(Expeller Oil)	815	820	-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
	Rajkot	1150	1100	50
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1030	1030	Unch
	Mumbai	1090	1090	Unch

	Gondal	1150	1125	25
	Jamnagar	1150	1125	25
Rapeseed Oil/Mustard Oil				
	Jaipur (Expeller Oil)	795	795	Unch
	Jaipur (Kacchi Ghani Oil)	815	815	Unch
	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)	805	810	-5
	Sri-Ganga Nagar(Exp Oil)	780	780	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	815	810	5
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	800	798	2
	Hapur (Expeller Oil)	885	875	10
	Hapur (Kacchi Ghani Oil)	920	910	10
	Agra (Kacchi Ghani Oil)	810	815	-5
Refined Cottonseed Oil				
	Rajkot	780	790	-10
	Hyderabad	Unq	Unq	-
	Mumbai	806	806	Unch
	New Delhi	751	755	-4
Coconut Oil				
	Kangayan (Crude)	1480	1480	Unch
	Cochin	1390	1390	Unch
Sesame Oil				
	New Delhi	1600	1650	-50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	623	625	-2
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT				
	FOB	540	548	-8
	CNF India	578	583	-5
Indonesia CPO USD/MT				
	FOB	513	518	-5
	CNF India	540	548	-8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	535	543	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	558	563	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	715	720	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	450	453	-3

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	660	-
Ukraine Origin CSFO USD/MT Kandla	CIF	795	795	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	815	805	10
Argentina FOB (\$/MT)		29-Aug-19	28-Aug-19	Change
Crude Soybean Oil Ship		664	662	2
Refined Soy Oil (Bulk) Ship		687	685	2
Sunflower Oil Ship		720	720	Unch
Cottonseed Oil Ship		644	642	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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