

Domestic Fundamentals:

- Edible oils complex featured sideways trend in various oils at various market centers on Monday.
- 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
		2-Sep-19	31-Aug-19	
Refined Soybean Oil	Indore	757	757	Unch
	Indore (Soy Solvent Crude)	720	720	Unch
	Mumbai	Closed	760	-
	Mumbai (Soy Degum)	Closed	715	-
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	705	710	-5
	Kolkata	752	752	Unch
	Delhi	775	775	Unch
	Nagpur	Closed	770	-
	Rajkot	733	740	-7
	Kota	755	755	Unch

	Hyderabad	Closed	Unq	-
	Akola	Closed	771	-
	Amrawati	Closed	771	-
	Bundi	760	760	Unch
	Jalna	Closed	774	-
	Solapur	Closed	764	-
	Dhule	Closed	773	-
Palm Oil*	Kandla (Crude Palm Oil)	588	588	Unch
	Kandla (RBD Palm oil)	620	620	Unch
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	-	580	-
	Kakinada RBD Pamolein	662	662	Unch
	Haldia Pamolein	656	656	Unch
	Chennai RBD Pamolein	667	667	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	-	726	-
	KPT (krishna patnam) Pamolein	659	659	Unch
	Mumbai RBD Pamolein	-	667	-
	Mangalore RBD Pamolein	677	677	Unch
	Tuticorin (RBD Palmolein)	-	672	-
	Delhi	680	680	Unch
	Rajkot	646	646	Unch
	Hyderabad	Closed	639	-
	PFAD (Kandla)	399	399	Unch
	Refined Palm Stearin (Kandla)	-	580	-
	Superolien (Kandla)	688	693	-5
	Superolien (Mumbai)	-	704	-
* inclusive of GST				
Refined Sunflower Oil	Chennai	Closed	860	-
	Mumbai	Closed	855	-
	Mumbai(Expeller Oil)	Closed	815	-
	Kandla (Ref.)	845	845	Unch
	Hyderabad (Ref)	Closed	855	-
	Latur (Expeller Oil)	Closed	820	-
	Chellakere (Expeller Oil)	Closed	820	-
	Erode (Expeller Oil)	Closed	885	-
Groundnut Oil	Rajkot	1125	1125	Unch
	Chennai	Closed	1040	-
	Delhi	1100	1100	Unch
	Hyderabad *	Closed	1030	-
	Mumbai	Closed	1085	-

	Gondal	1125	1150	-25
	Jamnagar	1125	1150	-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)	800	798	2
	Neewai (Expeller Oil)	Closed	780	-
	Neewai (Kacchi Ghani Oil)	Closed	792	-
	Bharatpur (Kacchi Ghani Oil)	805	805	Unch
	Sri-Ganga Nagar(Exp Oil)	780	780	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	Closed	815	-
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	810	810	Unch
Refined Cottonseed Oil	Rajkot	780	780	Unch
	Hyderabad	Closed	Unq	-
	Mumbai	Closed	806	-
	New Delhi	751	751	Unch
Coconut Oil	Kangayan (Crude)	Closed	1430	-
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1600	1600	Unch
	Mumbai	Closed	Unq	-
Kardi	Mumbai	Closed	880	-
Rice Bran Oil (40%)	New Delhi	623	623	Unch
Rice Bran Oil (4%)	Punjab	Closed	620	-
Malaysia Palmolein USD/MT	FOB	Closed	543	-
	CNF India	580	578	2
Indonesia CPO USD/MT	FOB	Closed	515	-
	CNF India	542	540	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	795	795	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	815	Closed	-
Argentina FOB (\$/MT)		31-Aug-19	30-Aug-19	Change
Crude Soybean Oil Ship		Closed	666	-
Refined Soy Oil (Bulk) Ship		Closed	689	-
Sunflower Oil Ship		Closed	720	-
Cottonseed Oil Ship		Closed	646	-
Refined Linseed Oil (Bulk) Ship		Closed	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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2019 Indian Agribusiness Systems Ltd.