

**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 demand concerns and CBOT soy oil fell on US-China trade dispute concerns. Crude oil was trading lower on Tuesday.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Aug palm oil exports rose 15.6 percent to 1,661,984 tons compared from 1,437,790 tons last month. Top buyers were India at 498,080 tons (424,525 tons), China at 347,253 tons (135,690 tons), European Union 274,919 tons (304,615 tons), United States at 56,788 tons (75,078 tons) and Pakistan at 41,000 tons (39,000 tons). Values in brackets are figures of 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.

- 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.

**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	-6.45	756.80	756.80	749.00	750.50	7,790	-1230	32160	-830
Oct-19	-4.70	760.70	760.70	753.40	755.00	4,110	990	24280	170
Prices & Vol-OI are at 5:30 PM									

Spread	Sep-19	Oct-19
Spot	6.50	2.00
Sep-19		4.50
Oct-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	-6.80	564.00	564.90	556.50	558.30	1389	852	5147	4436
Sep-19	-8.10	569.10	569.20	560.40	562.50	363	-1055	1111	-4350

Spread	Aug-19	Sep-19
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Spot	-5.3	-9.5
Aug-19		4.2
Sep-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Sep	-0.33	28.51	28.51	28.3	28.31
15-Oct	-0.29	28.51	28.53	28.29	28.35
15-Dec	-0.33	28.71	28.71	28.42	28.48
15-Jan	-0.34	28.82	28.88	28.62	28.66
15-Mar	-0.34	29.14	29.15	28.88	28.93

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	-68	2145	2155	2098	2106
15-Oct	-61	2220	2228	2147	2148
15-Nov	-52	2245	2254	2179	2181
15-Dec	-48	2270	2277	2211	2212

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
3/09/2019	7.18	14220	4.219	58.25	72.39	4.19	99.30	54.11

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		3-Sep-19	23-Aug-19	
Refined Soybean Oil	Indore	757	755	2
	Indore (Soy Solvent Crude)	720	720	Unch
	Mumbai	760	765	-5
	Mumbai (Soy Degum)	710	718	-8
	Kandla/Mundra	735	740	-5
	Kandla/Mundra (Soy Degum)	702	712	-10
	Kolkata	752	750	2
	Delhi	775	783	-8
	Nagpur	765	770	-5
	Rajkot	730	740	-10
	Kota	750	750	Unch

	Hyderabad	Unq	0	-
	Akola	766	772	-6
	Amrawati	766	771	-5
	Bundi	755	755	Unch
	Jalna	771	771	Unch
	Solapur	762	761	1
	Dhule	770	771	-1
Palm Oil*	Kandla (Crude Palm Oil)	580	585	-5
	Kandla (RBD Palm oil)	614	620	-5
	Kandla RBD Pamolein	656	646	11
	Kakinada (Crude Palm Oil)	567	573	-6
	Kakinada RBD Pamolein	656	651	5
	Haldia Pamolein	653	651	2
	Chennai RBD Pamolein	662	656	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	722	705	18
	KPT (krishna patnam) Pamolein	651	651	Unch
	Mumbai RBD Pamolein	667	662	5
	Mangalore RBD Pamolein	672	667	5
	Tuticorin (RBD Palmolein)	667	667	Unch
	Delhi	680	673	7
	Rajkot	644	641	3
	Hyderabad	636	639	-3
	PFAD (Kandla)	399	389	11
	Refined Palm Stearin (Kandla)	567	573	-6
	Superolien (Kandla)	693	651	42
	Superolien (Mumbai)	704	667	37
* inclusive of GST				
Refined Sunflower Oil	Chennai	860	855	5
	Mumbai	855	845	10
	Mumbai(Expeller Oil)	815	810	5
	Kandla (Ref.)	845	830	15
	Hyderabad (Ref)	855	855	Unch
	Latur (Expeller Oil)	820	820	Unch
	Chellakere (Expeller Oil)	820	820	Unch
	Erode (Expeller Oil)	885	890	-5
Groundnut Oil	Rajkot	1125	1130	-5
	Chennai	1040	1050	-10
	Delhi	1100	1100	Unch
	Hyderabad *	1030	1040	-10
	Mumbai	1085	1085	Unch

	Gondal	1125	1150	-25
	Jamnagar	1125	1125	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	788	7
	Jaipur (Kacchi Ghani Oil)	815	809	6
	Kota (Expeller Oil)	780	785	-5
	Kota (Kacchi Ghani Oil)	798	795	3
	Neewai (Expeller Oil)	780	783	-3
	Neewai (Kacchi Ghani Oil)	795	795	Unch
	Bharatpur (Kacchi Ghani Oil)	805	815	-10
	Sri-Ganga Nagar(Exp Oil)	780	770	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	795	5
	Mumbai (Expeller Oil)	815	805	10
	Kolkata(Expeller Oil)	930	920	10
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	885	875	10
	Hapur (Kacchi Ghani Oil)	920	910	10
	Agra (Kacchi Ghani Oil)	810	820	-10
Refined Cottonseed Oil	Rajkot	780	790	-10
	Hyderabad	Unq	0	-
	Mumbai	806	805	1
	New Delhi	751	758	-7
Coconut Oil	Kangayan (Crude)	1400	1460	-60
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1600	1500	100
	Mumbai	Unq	0	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	623	620	3
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	540	550	-10
	CNF India	570	585	-15
Indonesia CPO USD/MT	FOB	510	515	-5
	CNF India	535	545	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	533	545	-12
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	558	558	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	720	725	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	453	448	5



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	670	-
Ukraine Origin CSFO USD/MT Kandla	CIF	795	800	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	815	815	Unch
Argentina FOB (\$/MT)		2-Sep-19	31-Aug-19	Change
Crude Soybean Oil Ship		666	Closed	-
Refined Soy Oil (Bulk) Ship		689	Closed	-
Sunflower Oil Ship		720	Closed	-
Cottonseed Oil Ship		646	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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