



### Domestic Fundamentals:

- Edible oils complex featured mixed trend in various oils at various market centers on Wednesday.
- Soy oil domestic futures rose on demand prospects while palm oil domestic futures fell on fall in international benchmark. BMD CPO fell on demand concerns while CBOT soy fell on improving soybean weather in US.
- Palm oil prices are expected to be supported by fall in end stocks of palm oil in Malaysia in Aug, rise in exports of palm oil in Aug, slow rise in production of palm oil, rise in competitive oils and rise in crude oil prices.  
Palm oil end stocks in Malaysia in August came below expectation on firm exports and slowdown of production in Malaysia. End stocks of palm oil in Malaysia fell more than 5 percent to 22.52 lakh tons. However, stocks of palm oil in Malaysia is expected to show slight rise in Sep due to seasonal uptrend of production and slowdown of exports.  
Exports of palm oil from Malaysia fell 15 percent in Sep due to weak demand from India.  
Exports of palm oil rose from Malaysia in August on higher exports to China and India.  
Exports of palm oil from Malaysia to India is expected to slow in Sep due to hike in import duty on RBD palmolein sourced from Malaysia which makes it in lines with Indonesia. Further imports from India will slow due to rise in prices of palm oil, negative refining margins and high stocks of palm oil at Indian ports. Demand ahead of festivals will increase palm oil demand in the country.  
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.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Sep 1-10 palm oil exports fell 29.0 percent to 337,570 tons compared from 475,555 tons in corresponding period last month. Top buyers were European Union 78,960 tons (45,130 tons), China at 67,280 tons (99,000 tons), India at 28,000 tons (137,710 tons), United States at 21,840 tons (19,360 tons) and Pakistan at 0 tons (0 tons). Values in brackets are figures of corresponding period last month.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's August palm oil stocks fell 5.31 percent to 22.52 lakh tons compared to 23.78 lakh tons in July 2019. Production of palm oil in Aug rose 4.64 percent to 18.22 lakh tons compared to 17.41 lakh tons in July 2019. Exports of palm oil in Aug rose 16.37 percent to 17.33 lakh tons compared to 14.90 lakh tons in July 2019. Imports of palm oil in Aug fell 27.42 percent to 0.51 lakh tons compared to 0.40 lakh tons in July 2019. End stocks of palm oil fell more than trade expectation on higher exports.
- The newly planted US soybean is 86% soybean setting pods which is down from 100% in corresponding period last year and 5-year average of 99%. Good to excellent condition at 55% compared to 68% in corresponding period last year reported in the US crop progress report dated 8 September 2019 by United States Department of Agriculture (USDA).
- According to China's General Administration of Customs (CNGOIC), China's August edible vegetable oils imports rose 1.1 percent m-o-m to 9.07 LT from 9.17 LT in July 2019. Imports in Aug was higher by 51.7 percent compared to Aug 2018 which was reported at 5.98 LT. Year to date imports of edible vegetable oil rose 50.2 percent to 58.18 lakh tons.
- According to China's General Administration of Customs (CNGOIC), China's Aug soybean imports rose 9.7 percent to 9.48 MMT from 8.64 MMT in July 2019. Imports in Aug are 3.6 percent higher than Aug 2018 import of 9.15 MMT. Year to date soybean imports fell 9.2 percent to 56.32 MMT.

**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	4.35	745.50	749.30	745.50	748.00	10,930	4220	19410	-17090
Oct-19	5.95	750.00	755.40	750.00	754.90	14,500	12200	38230	16310
Prices & Vol-OI are at 5:30 PM									

Spread	Sep-19	Oct-19
Spot	-8.00	-14.90
Sep-19		6.90
Oct-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	-0.70	554.80	561.30	554.80	555.30	874	157	4001	2465
Oct-19	-1.10	559.70	564.00	557.80	558.00	451	-798	1972	-2774

Spread	Sep-19	Oct-19
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Spot	2.7	0
Sep-19		2.7
Oct-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	-0.01	28.45	28.5	28.26	28.34
15-Dec	UNCH	28.6	28.69	28.44	28.53
15-Jan	-0.02	28.82	28.87	28.65	28.73
15-Mar	-0.02	29.15	29.17	28.94	29.02
15-May	-0.01	29.45	29.48	29.28	29.36

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	-23	2120	2120	2110	2114
15-Oct	-18	2195	2202	2165	2166
15-Nov	-15	2235	2240	2203	2206
15-Dec	-14	2268	2270	2239	2242

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
11/09/2019	7.12	14062	4.175	55.97	71.65	4.07	98.61	58.05

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		11-Sep-19	10-Sep-19	
Refined Soybean Oil	Indore	740	745	-5
	Indore (Soy Solvent Crude)	705	710	-5
	Mumbai	760	755	5
	Mumbai (Soy Degum)	703	705	-2
	Kandla/Mundra	735	728	7
	Kandla/Mundra (Soy Degum)	702	702	Unch
	Kolkata	747	747	Unch
	Delhi	775	773	2
	Nagpur	756	754	2
	Rajkot	730	725	5
	Kota	745	745	Unch



	Hyderabad	Unq	Closed	-
	Akola	758	756	2
	Amrawati	758	756	2
	Bundi	750	750	Unch
	Jalna	764	761	3
	Solapur	758	755	3
	Dhule	753	753	Unch
Palm Oil*	Kandla (Crude Palm Oil)	586	588	-2
	Kandla (RBD Palm oil)	620	612	7
	Kandla RBD Pamolein	656	652	4
	Kakinada (Crude Palm Oil)	557	557	Unch
	Kakinada RBD Pamolein	656	651	5
	Haldia Pamolein	658	656	2
	Chennai RBD Pamolein	670	662	8
	Chennai RBD Pamolein (Vitamin A&D Fortified)	730	722	7
	KPT (krishna patnam) Pamolein	651	646	5
	Mumbai RBD Pamolein	667	667	Unch
	Mangalore RBD Pamolein	677	672	5
	Tuticorin (RBD Palmolein)	672	#VALUE!	-
	Delhi	688	686	2
	Rajkot	656	649	7
	Hyderabad	636	Closed	-
	PFAD (Kandla)	368	368	Unch
	Refined Palm Stearin (Kandla)	557	557	Unch
	Superolien (Kandla)	698	693	5
	Superolien (Mumbai)	709	704	5
* inclusive of GST				
Refined Sunflower Oil	Chennai	855	Closed	-
	Mumbai	855	855	Unch
	Mumbai(Expeller Oil)	810	810	Unch
	Kandla (Ref.)	835	835	Unch
	Hyderabad (Ref)	845	Closed	-
	Latur (Expeller Oil)	805	810	-5
	Chellakere (Expeller Oil)	805	810	-5
	Erode (Expeller Oil)	880	880	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1020	Closed	-
	Delhi	1100	1100	Unch
	Hyderabad *	1035	Closed	-
	Mumbai	1060	1070	-10

	Gondal	1070	1075	-5
	Jamnagar	1025	1050	-25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	806	802	4
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	785	785	Unch
	Neewai (Expeller Oil)	775	772	3
	Neewai (Kacchi Ghani Oil)	794	790	4
	Bharatpur (Kacchi Ghani Oil)	805	800	5
	Sri-Ganga Nagar(Exp Oil)	770	760	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	792	785	7
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	802	797	5
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	810	805	5
Refined Cottonseed Oil	Rajkot	760	765	-5
	Hyderabad	Unq	Closed	-
	Mumbai	782	795	-13
	New Delhi	742	742	Unch
Coconut Oil	Kangayan (Crude)	1400	1400	Unch
	Cochin	1400	1400	Unch
Sesame Oil	New Delhi	1600	1600	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	543	540	3
	CNF India	570	570	Unch
Indonesia CPO USD/MT	FOB	513	513	Unch
	CNF India	540	540	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	538	535	3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	550	553	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	680	685	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	453	453	Unch



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	640	-
Ukraine Origin CSFO USD/MT Kandla	CIF	780	790	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	817	817	Unch
Argentina FOB (\$/MT)		10-Sep-19	9-Sep-19	Change
Crude Soybean Oil Ship		661	660	1
Refined Soy Oil (Bulk) Ship		684	683	1
Sunflower Oil Ship		710	710	Unch
Cottonseed Oil Ship		641	640	1
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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