

Domestic Fundamentals:

- Edible oils complex featured mostly weak trend in various oils at various market centers on Thursday.
- Soy oil and palm oil domestic futures fell on demand concerns. BMD CPO rose weak supply concerns while CBOT soy fell on improving soybean weather in US. Crude oil was trading higher on Thursday.
- 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	-0.85	749.00	751.00	748.70	749.10	2,550	-3790	18750	-11250
Oct-19	-3.50	756.00	758.70	753.00	753.90	7,730	3150	38610	9070
Prices & Vol-OI are at 5:30 PM									

Spread	Sep-19	Oct-19
Spot	-9.10	-13.90
Sep-19		4.80
Oct-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	-3.90	557.30	557.30	553.20	553.70	496	-690	4038	-446
Oct-19	-4.30	559.40	560.00	556.60	556.70	421	-636	1891	163

Spread	Sep-19	Oct-19
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Spot	4.3	1.3
Sep-19		3
Oct-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	0.07	28.8	28.8	28.64	28.72
15-Dec	0.06	28.98	28.99	28.82	28.89
15-Jan	0.07	29.21	29.21	29.03	29.1
15-Mar	0.06	29.48	29.48	29.36	29.38
15-May	0.06	29.77	29.79	29.65	29.72

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Sep	31	2120	2145	2120	2105
15-Oct	-9	2172	2178	2152	2157
15-Nov	-18	2213	2221	2185	2189
15-Dec	-17	2246	2254	2216	2221

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/09/2019	7.08	13974	4.167	56.17	71.11	4.07	98.54	55.21

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Sep-19	11-Sep-19	
Refined Soybean Oil	Indore	740	740	Unch
	Indore (Soy Solvent Crude)	705	705	Unch
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	710	703	7
	Kandla/Mundra	735	735	Unch
	Kandla/Mundra (Soy Degum)	705	702	3
	Kolkata	745	747	-2
	Delhi	775	775	Unch
	Nagpur	Closed	756	-
	Rajkot	730	730	Unch
	Kota	745	745	Unch

	Hyderabad	Unq	Unq	-
	Akola	Closed	758	-
	Amrawati	Closed	758	-
	Bundi	750	750	Unch
	Jalna	Closed	764	-
	Solapur	Closed	758	-
	Dhule	Closed	753	-
Palm Oil*	Kandla (Crude Palm Oil)	586	586	Unch
	Kandla (RBD Palm oil)	620	620	Unch
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	557	557	Unch
	Kakinada RBD Pamolein	656	656	Unch
	Haldia Pamolein	656	658	-2
	Chennai RBD Pamolein	670	670	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	730	730	Unch
	KPT (krishna patnam) Pamolein	651	651	Unch
	Mumbai RBD Pamolein	667	667	Unch
	Mangalore RBD Pamolein	672	677	-5
	Tuticorin (RBD Palmolein)	665	672	-7
	Delhi	685	688	-3
	Rajkot	651	656	-5
	Hyderabad	636	636	Unch
	PFAD (Kandla)	368	368	Unch
	Refined Palm Stearin (Kandla)	557	557	Unch
	Superolien (Kandla)	698	698	Unch
	Superolien (Mumbai)	709	709	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	850	855	-5
	Mumbai	855	855	Unch
	Mumbai(Expeller Oil)	810	810	Unch
	Kandla (Ref.)	835	835	Unch
	Hyderabad (Ref)	845	845	Unch
	Latur (Expeller Oil)	805	805	Unch
	Chellakere (Expeller Oil)	805	805	Unch
	Erode (Expeller Oil)	880	880	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1020	1020	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1035	1035	Unch
	Mumbai	1060	1060	Unch

	Gondal	1050	1070	-20
	Jamnagar	1015	1025	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	780	5
	Jaipur (Kacchi Ghani Oil)	806	806	Unch
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	785	785	Unch
	Neewai (Expeller Oil)	775	775	Unch
	Neewai (Kacchi Ghani Oil)	794	794	Unch
	Bharatpur (Kacchi Ghani Oil)	800	805	-5
	Sri-Ganga Nagar(Exp Oil)	775	770	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	795	792	3
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	795	802	-7
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	805	810	-5
Refined Cottonseed Oil	Rajkot	760	760	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	782	782	Unch
	New Delhi	740	742	-2
Coconut Oil	Kangayan (Crude)	1400	1400	Unch
	Cochin	1400	1400	Unch
Sesame Oil	New Delhi	1550	1600	-50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	615	625	-10
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	540	543	-3
	CNF India	570	570	Unch
Indonesia CPO USD/MT	FOB	510	513	-3
	CNF India	538	540	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	535	538	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	550	550	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	670	680	-10
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	780	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	817	817	Unch
Argentina FOB (\$/MT)		11-Sep-19	10-Sep-19	Change
Crude Soybean Oil Ship		668	661	7
Refined Soy Oil (Bulk) Ship		691	684	7
Sunflower Oil Ship		710	710	Unch
Cottonseed Oil Ship		648	641	7
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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