



### Domestic Fundamentals:

- Edible oils complex featured firm trend in various oils at various market centers on Tuesday.
- Soy oil and palm oil domestic futures rose on rise in international crude oil prices due to terror attack on Saudi oil facilities. BMD CPO rose on rise in crude oil prices while CBOT soy rose on low stock of soy oil in US.
- According to National Oilseed Processors Association (NOPA), U.S. August soybean crush fell marginally but above trade expectation at 168.085 million bushels from 168.093 million bushels in July 2019. Crush of soybean in Aug was higher by 5.79 percent compared to Aug 2018 figure of 158.885 million bushels. Soy oil stocks in U.S. at the end of Aug fell 4.50 percent to 1.401 billion lbs compared to 1.467 billion lbs in end July 2019. Stocks of soy oil in end Aug was lower by 13.68 percent compared to end Aug 2018, which was reported at 1.623 million lbs. Soy oil stocks was below trade expectation.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO) from Indonesia fell 10.68 percent in July y-o-y to 2.51 MMT from 2.81 MMT in July 2018. Exports of palm oil (CPO and PKO) rose 15.67 percent m-o-m in July at 2.51 MMT compared to June 2019 at 2.17 MMT. Stocks of palm oil in July 2019 rose to 3.51 MMT from 3.55 MMT in June, lower by 1.13 percent m-o-m.
- The newly planted US soybean is 95% soybean setting pods which is down from 100% in corresponding period last year and 5-year average of 10%. About 15% soybean is dropping leaves which is down from 50% in corresponding period last year and 5 year average of 38%. Good to excellent condition at 54% compared to 67% in corresponding period last year reported in the US crop progress report dated 15 September 2019 by United States Department of Agriculture (USDA).
- Edible oils imports rose in the month of August y-o-y on higher imports of soy oil and sunflower oil. Soy oil saw strong imports led by positive import and refining margins and high discount over sunflower oil and mustard oil. Imports of soy oil rose on back of expectation of lower soybean crop and firm domestic demand. Seasonally import of August remains firm. With bad weather in MP and festive import demand will remain firm. Palm oil imports fell y-o-y due to high base last year. Imports of palm oil was elevated in Aug. However, imports of RBD palmolein will slow in coming months especially from Malaysia due to hike in import duty on RBD palmolein sourced from Malaysia to bring duty differential between CPO and RBD palmolein from 5.5 percent to 11 percent. Imports of RBD palmolein surged in 2019 on back of reduced imports duty differential sourced from Malaysia. This trend will reverse in coming months and refiners will start buying CPO as domestic refined CPO prices are prevailing lower and import parity and refining margins in CPO is higher than ready to use imported RBD palmolein. Palm oil imports will remain firm in coming months as imports remains high seasonally and demand will remain firm ahead of festivals. Imports of sunflower firmed in August on stocking ahead of festivals and positive import parity and refining margins. Imports are expected to remain firm in next couple of months. Government policy on edible oils imports is balanced at present and government should focus to increase domestic oilseeds production.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Sep 1-15 palm oil exports fell 5.5 percent to 714,215 tons compared to 755,820 tons in corresponding period last month. Top buyers were India & subcontinent 188,150 tons (233,060 tons), China at 161,760 tons (138,995 tons) and European Union 118,480 tons (118,895 tons). Values in brackets are figures of corresponding period last month.

**Outlook:** Edible oil basket is expected to feature sideways to firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	3.15	763.90	766.20	761.70	763.45	4,370	1150	8380	-8720
Oct-19	-0.90	768.90	772.00	764.10	765.60	15,560	6690	44820	4170

Prices & Vol-OI are at 5:30 PM

Spread	Sep-19	Oct-19
Spot	1.55	-0.60
Sep-19		2.15
Oct-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	1.30	562.00	567.00	561.10	561.60	881	386	3500	-28
Oct-19	2.10	566.00	571.20	566.00	566.50	1286	768	1565	-186

Spread	Sep-19	Oct-19
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Spot	4.4	-0.5
Sep-19		4.9
Oct-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	-0.24	30.24	30.26	29.89	29.9
15-Dec	-0.23	30.38	30.41	30.03	30.05
15-Jan	-0.24	30.59	30.62	30.25	30.25
15-Mar	-0.21	30.79	30.89	30.54	30.56
15-May	-0.22	31.11	31.17	30.85	30.86

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	53	2223	2230	2212	2213
15-Nov	59	2255	2266	2247	2249
15-Dec	61	2282	2297	2279	2282
15-Jan	64	2301	2325	2301	2314

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/09/2019	7.10	14092	4.18	56.27	71.60	4.08	98.61	61.67

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Sep-19	16-Sep-19	
Refined Soybean Oil	Indore	765	755	10
	Indore (Soy Solvent Crude)	725	712	13
	Mumbai	770	755	15
	Mumbai (Soy Degum)	718	715	3
	Kandla/Mundra	750	740	10
	Kandla/Mundra (Soy Degum)	715	707	8
	Kolkata	755	745	10
	Delhi	790	785	5
	Nagpur	770	765	5
	Rajkot	745	740	5
	Kota	755	755	Unch

	Hyderabad	Unq	Unq	-
	Akola	771	766	5
	Amrawati	771	766	5
	Bundi	760	760	Unch
	Jalna	773	768	5
	Solapur	770	765	5
	Dhule	769	765	4
Palm Oil*	Kandla (Crude Palm Oil)	594	584	11
	Kandla (RBD Palm oil)	625	620	5
	Kandla RBD Pamolein	667	656	11
	Kakinada (Crude Palm Oil)	562	557	5
	Kakinada RBD Pamolein	659	662	-2
	Haldia Pamolein	664	656	7
	Chennai RBD Pamolein	672	672	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	731	731	Unch
	KPT (krishna patnam) Pamolein	656	656	Unch
	Mumbai RBD Pamolein	683	677	5
	Mangalore RBD Pamolein	677	677	Unch
	Tuticorin (RBD Palmolein)	675	670	5
	Delhi	696	690	6
	Rajkot	656	656	Unch
	Hyderabad	641	636	5
	PFAD (Kandla)	378	368	11
	Refined Palm Stearin (Kandla)	562	557	5
	Superolien (Kandla)	698	698	Unch
	Superolien (Mumbai)	709	709	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	850	850	Unch
	Mumbai	860	855	5
	Mumbai(Expeller Oil)	810	805	5
	Kandla (Ref.)	840	835	5
	Hyderabad (Ref)	850	845	5
	Latur (Expeller Oil)	805	805	Unch
	Chellakere (Expeller Oil)	805	805	Unch
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	1100	1040	60
	Chennai	1020	1020	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1035	1035	Unch
	Mumbai	1060	1060	Unch

	Gondal	1050	1050	Unch
	Jamnagar	1050	1050	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	785	5
	Jaipur (Kacchi Ghani Oil)	813	807	6
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	790	785	5
	Neewai (Expeller Oil)	782	780	2
	Neewai (Kacchi Ghani Oil)	800	797	3
	Bharatpur (Kacchi Ghani Oil)	815	810	5
	Sri-Ganga Nagar(Exp Oil)	780	770	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	795	5
	Mumbai (Expeller Oil)	805	800	5
	Kolkata(Expeller Oil)	940	940	Unch
	New Delhi (Expeller Oil)	798	795	3
	Hapur (Expeller Oil)	865	865	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
	Agra (Kacchi Ghani Oil)	820	815	5
Refined Cottonseed Oil	Rajkot	780	760	20
	Hyderabad	Unq	Unq	-
	Mumbai	800	782	18
	New Delhi	755	745	10
Coconut Oil	Kangayan (Crude)	1365	1380	-15
	Cochin	1410	1410	Unch
Sesame Oil	New Delhi	1500	1550	-50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	630	628	2
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	550	Closed	-
	CNF India	588	570	18
Indonesia CPO USD/MT	FOB	528	Closed	-
	CNF India	558	540	18
RBD Palm oil (Malaysia Origin USD/MT)	FOB	545	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	550	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	680	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	455	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	630	-
Ukraine Origin CSFO USD/MT Kandla	CIF	758	755	3
Rapeseed Oil Rotterdam Euro/MT	FOB	830	820	10
Argentina FOB (\$/MT)		16-Sep-19	14-Sep-19	Change
Crude Soybean Oil Ship		689	Closed	-
Refined Soy Oil (Bulk) Ship		713	Closed	-
Sunflower Oil Ship		710	Closed	-
Cottonseed Oil Ship		669	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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