

**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 fell on fall in international benchmarks. BMD CPO fell on weakness in weak global demand. CBOT soy oil rose on US-China trade optimism due to Chinese soybean purchases.
- According to Chief Economic Minister of Indonesia, Indonesia will not charge and levies on export of palm oil until Jan 1, 2020. At present Indonesia charges USD 10-15 per ton as export levy on palm exports above reference price above USD 570 per ton and levy increase if prices exceed USD 619 per ton.
- The newly planted US soybean is 34% soybean dropping leaves which is down from 68% in corresponding period last year and 5-year average of 59%. Good to excellent condition at 54% compared to 67% in corresponding period last year reported in the US crop progress report dated 22 September 2019 by United States Department of Agriculture (USDA).
- Palm oil prices are expected to be underpinned by expectation of slow fall in end stocks of palm oil In Malaysia, slow rise in production of palm oil in Malaysia and Indonesia, fall in exports of palm oil from Malaysia. Palm oil end stocks are expected to fall but at a slower rate in September in Malaysia on slow rise of production of palm oil and fall in exports of palm oil from Malaysia.
- Palm oil production in Malaysia is expected to rise in September on seasonal uptrend of production, but at a lower rate due to low shift between peak demand cycle and dry conditions in parts of Southeast Asia and Indonesia.
- Palm oil exports are expected to fall in September from Malaysia on weak demand from India and China. Demand of palm oil from India in September is expected to fall on rise in prices, negative import parity, negative refining margins and high stocks of palm oil at Indian ports.
- Demand of palm oil is expected to slow due to rise in Chinese soybean imports in last two months despite removal of import quotas of palm oil
- Soy oil domestic prices are expected to be supported by demand ahead of festival in India and spillover support from international markets. However, negative import parity, negative refining margins and high stocks at Indian ports will slow imports.
- Soy oil international prices are supported by US-China trade talks optimism, fall in stocks of soy oil in US in August as reported by NOPA and USDA, lower soybean crop in US as reported by USDA, firm demand from China.
- Soy oil international price are supported by expectation of toning down of trade tensions China purchased six big consignments and gave exemptions to various firms to import from US without import duty amounting between 4-6 MMT
China has cleared various firms from Argentina to export soy meal to China in an effort to diversify protein sources. Further, China has given exemptions to Brazilian firms to export soy meal.
Soy oil stocks fell in US in August as reported by NOPA despite higher crush of soybean and due to high domestic disappearance.
Soybean crop in US was reduced by USDA to 99 MMT from 100 MMT due to weak condition of soybean crop which reduced yields led to lower soybean crop. Soybean crop condition is weakest in years.

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
Oct-19	2.10	760.90	764.00	757.50	763.00	8,570	-2210	41130	-1410
Nov-19	2.60	758.80	762.40	755.70	761.40	3,700	-2700	12680	1620
Prices & Vol-OI are at 5:30 PM									

Spread	Oct-19	Nov-19
Spot	-5.00	-3.40
Oct-19		-1.60
Nov-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	-5.60	549.00	549.00	543.50	544.30	980	489	1770	-878
Oct-19	-6.80	552.50	552.50	545.00	546.30	1515	1027	4092	1439

Spread	Sep-19	Oct-19
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Spot	4.7	2.7
Sep-19		2
Oct-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	-0.12	29.16	29.22	29.08	29.08
15-Dec	-0.10	29.29	29.37	29.21	29.23
15-Jan	-0.12	29.54	29.6	29.46	29.46
15-Mar	-0.11	29.85	29.89	29.75	29.76
15-May	-0.11	30.15	30.21	30.07	30.07

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	-4	2087	2087	2075	2084
15-Nov	5	2115	2122	2096	2110
15-Dec	7	2152	2159	2135	2147
15-Jan	8	2200	2205	2183	2195

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
25/09/2019	7.13	14151	4.189	56.85	71.03	4.163	98.67	56.19

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		25-Sep-19	24-Sep-19	
Refined Soybean Oil	Indore	758	755	3
	Indore (Soy Solvent Crude)	715	715	Unch
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	712	712	Unch
	Kandla/Mundra	735	735	Unch
	Kandla/Mundra (Soy Degum)	705	708	-3
	Kolkata	740	740	Unch
	Delhi	780	780	Unch
	Nagpur	760	760	Unch
	Rajkot	738	735	3
	Kota	750	755	-5

	Hyderabad	Unq	Unq	-
	Akola	765	761	4
	Amrawati	764	761	3
	Bundi	755	760	-5
	Jalna	764	764	Unch
	Solapur	765	765	Unch
	Dhule	763	763	Unch
Palm Oil*	Kandla (Crude Palm Oil)	573	576	-3
	Kandla (RBD Palm oil)	614	614	Unch
	Kandla RBD Pamolein	646	646	Unch
	Kakinada (Crude Palm Oil)	541	541	Unch
	Kakinada RBD Pamolein	641	646	-5
	Haldia Pamolein	651	651	Unch
	Chennai RBD Pamolein	646	651	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	713	716	-3
	KPT (krishna patnam) Pamolein	630	641	-11
	Mumbai RBD Pamolein	667	667	Unch
	Mangalore RBD Pamolein	651	656	-5
	Tuticorin (RBD Palmolein)	648	656	-8
	Delhi	683	683	Unch
	Rajkot	644	644	Unch
	Hyderabad	655	665	-10
	PFAD (Kandla)	389	389	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	693	693	Unch
	Superolien (Mumbai)	704	704	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	835	835	Unch
	Mumbai	855	855	Unch
	Mumbai(Expeller Oil)	785	785	Unch
	Kandla (Ref.)	830	835	-5
	Hyderabad (Ref)	835	830	5
	Latur (Expeller Oil)	800	800	Unch
	Chellakere (Expeller Oil)	795	800	-5
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	1050	1065	-15
	Chennai	1010	1010	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1060	1060	Unch

	Gondal	1060	1050	10
	Jamnagar	1050	1050	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	785	Unch
	Jaipur (Kacchi Ghani Oil)	804	805	-1
	Kota (Expeller Oil)	775	775	Unch
	Kota (Kacchi Ghani Oil)	790	790	Unch
	Neewai (Expeller Oil)	775	780	-5
	Neewai (Kacchi Ghani Oil)	792	795	-3
	Bharatpur (Kacchi Ghani Oil)	795	795	Unch
	Sri-Ganga Nagar(Exp Oil)	770	765	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	792	785	7
	Mumbai (Expeller Oil)	805	805	Unch
	Kolkata(Expeller Oil)	830	830	Unch
	New Delhi (Expeller Oil)	794	794	Unch
	Hapur (Expeller Oil)	860	865	-5
	Hapur (Kacchi Ghani Oil)	895	900	-5
	Agra (Kacchi Ghani Oil)	800	800	Unch
Refined Cottonseed Oil	Rajkot	770	770	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	790	788	2
	New Delhi	745	745	Unch
Coconut Oil	Kangayan (Crude)	1430	1400	30
	Cochin	1410	1410	Unch
Sesame Oil	New Delhi	1500	1500	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	620	620	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	523	525	-2
	CNF India	548	558	-10
Indonesia CPO USD/MT	FOB	490	500	-10
	CNF India	523	528	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	520	523	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	523	528	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	640	645	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	430	433	-3



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	610	-
Ukraine Origin CSFO USD/MT Kandla	CIF	775	770	5
Rapeseed Oil Rotterdam Euro/MT	FOB	805	816	-11
Argentina FOB (\$/MT)		24-Sep-19	23-Sep-19	Change
Crude Soybean Oil Ship		667	666	1
Refined Soy Oil (Bulk) Ship		690	689	1
Sunflower Oil Ship		705	705	Unch
Cottonseed Oil Ship		647	646	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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