

Domestic Fundamentals:

- Edible oils complex extended mixed trend in various oils at various market centers on Thursday.
- Soy oil domestic futures and Palm oil rose on demand prospects. BMD CPO rose on improved demand. CBOT soy oil declined on selling pressures.
- 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	+2.25	762.20	767.70	761.00	764.90	8570	Unch	39390	-1740
Nov-19	+1.95	761.70	764.40	760.25	762.75	2870	-830	14140	1460
Prices & Vol-OI are at 5:30 PM									

Spread	Oct-19	Nov-19
Spot	-4.9	
Oct-19		-3
Nov-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	+1.30	545.60	549.50	544.40	547.70	10	1942	700	-1,070
Oct-19	+2.00	547.50	552.50	547.00	551.10	792	4803	1197	-2,895

Spread	Sep-19	Oct-19
Spot	28	
Sep-19		25
Oct-19		

CBOT Soy Oil Futures (Projections):
 (Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	-0.16	29.16	29.22	28.84	29.04
15-Dec	-0.13	29.29	29.37	28.97	29.2
15-Jan	-0.14	29.54	29.6	29.22	29.44
15-Mar	-0.14	29.85	29.89	29.51	29.73
15-May	-0.13	30.15	30.21	29.85	30.05

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	27	2074	2111	2074	2111
15-Nov	22	2102	2133	2096	2132
15-Dec	23	2143	2173	2135	2170
15-Jan	27	2188	2224	2185	2222

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
26/09/2019	7.13	14179.73	4.184	57.10	70.97	4.15	99.10	56.03

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-Sep-19	25-Sep-19	
Refined Soybean Oil	Indore	760	758	2
	Indore (Soy Solvent Crude)	715	715	Unch
	Mumbai	755	760	-5
	Mumbai (Soy Degum)	715	712	3
	Kandla/Mundra	735	735	Unch
	Kandla/Mundra (Soy Degum)	708	705	3
	Kolkata	740	740	Unch
	Delhi	780	780	Unch
	Nagpur	763	760	3
	Rajkot	740	738	2
	Kota	760	750	10

	Hyderabad	Unq	Unq	-
	Akola	765	765	Unch
	Amrawati	764	764	Unch
	Bundi	765	755	10
	Jalna	766	764	2
	Solapur	765	765	Unch
	Dhule	766	763	3
Palm Oil*	Kandla (Crude Palm Oil)	576	573	3
	Kandla (RBD Palm oil)	609	614	-5
	Kandla RBD Pamolein	646	646	Unch
	Kakinada (Crude Palm Oil)	541	541	Unch
	Kakinada RBD Pamolein	646	641	5
	Haldia Pamolein	651	651	Unch
	Chennai RBD Pamolein	651	646	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	716	713	3
	KPT (krishna patnam) Pamolein	635	630	5
	Mumbai RBD Pamolein	667	667	Unch
	Mangalore RBD Pamolein	656	651	5
	Tuticorin (RBD Palmolein)	649	648	1
	Delhi	685	683	2
	Rajkot	651	644	7
	Hyderabad	655	655	Unch
	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.)	835	830	5
	Hyderabad (Ref)	825	835	-10
	Latur (Expeller Oil)	795	800	-5
	Chellakere (Expeller Oil)	795	795	Unch
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	1080	1050	30
	Chennai	1010	1010	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1060	1060	Unch

	Gondal	1060	1060	Unch
	Jamnagar	1060	1050	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	785	Unch
	Jaipur (Kacchi Ghani Oil)	805	804	1
	Kota (Expeller Oil)	780	775	5
	Kota (Kacchi Ghani Oil)	790	790	Unch
	Neewai (Expeller Oil)	780	775	5
	Neewai (Kacchi Ghani Oil)	797	792	5
	Bharatpur (Kacchi Ghani Oil)	810	795	15
	Sri-Ganga Nagar(Exp Oil)	780	770	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	795	792	3
	Mumbai (Expeller Oil)	805	805	Unch
	Kolkata(Expeller Oil)	920	930	-10
	New Delhi (Expeller Oil)	800	794	6
	Hapur (Expeller Oil)	860	860	Unch
	Hapur (Kacchi Ghani Oil)	895	895	Unch
	Agra (Kacchi Ghani Oil)	815	800	15
Refined Cottonseed Oil	Rajkot	770	770	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	790	790	Unch
	New Delhi	750	745	5
Coconut Oil	Kangayan (Crude)	1430	1430	Unch
	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	630	620	10
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	518	523	-5
	CNF India	555	548	7
Indonesia CPO USD/MT	FOB	490	490	Unch
	CNF India	525	523	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	515	520	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	525	523	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	635	640	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	430	430	Unch

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	610	-
Ukraine Origin CSFO USD/MT Kandla	CIF	753	775	-22
Rapeseed Oil Rotterdam Euro/MT	FOB	825	821	4
Argentina FOB (\$/MT)		25-Sep-19	24-Sep-19	Change
Crude Soybean Oil Ship		662	667	-5
Refined Soy Oil (Bulk) Ship		685	690	-5
Sunflower Oil Ship		705	705	Unch
Cottonseed Oil Ship		642	647	-5
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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