

**Domestic Fundamentals:**

- Edible oil complex featured mostly weak trend at various markets centers on Friday.
- Soy oil refined domestic prices featured sideways to firm tone at various locations. Indore prices closed higher today. Demand of soy oil is firm. Degum prices traded lower sideways despite firm weak CNF indicating firm demand at high seas. Import disparity and refining disparity fell on fall in CNF prices compared to high seas prices. Higher CBOT soy oil will support Indian CNF. Projections trading higher today. CBOT soy oil may rise on lower stocks of soy oil in US as reported by NOPA on higher disappearance despite record crush of soybean. Soybean condition worsened last week due to unfavorable weather condition in US Midwest. Good to excellent crop condition fell sharply due to dry weather and if situations continue crop yield may get lower. Further, firm export demand of soybean from China supported soybean complex prices.
- CPO domestic prices traded lower at Kandla while it rose at India East coast. CNF prices were quoted lower today. Palmolein prices traded sideways at various locations in India. Import disparity decreased and refining margins rose on fall in CNF prices compared to high seas prices. Import parity and refining margins are expected to improve on coming days on firm demand of palm oil in India. Higher BMD palm oil will support India CNF. BMD CPO is expected to be supported by rise in soy oil and sunflower oil prices and firm DALIAN. Further, there are forecasts of lower production of palm oil in Malaysia in Aug. Moreover, Indian and Chinese buyers are active in markets supporting prices.
- Sunflower oil traded higher at Chennai and at India East coast while it remained unchanged at India West coast. CNF prices were higher today. Import disparity and refining margins disparity increased on rise in CNF prices compared to high seas prices. Prices will remain supported due to rise in prices in Ukraine. Dry weather in Ukraine and Russia is expected to lower sunflower crop and support prices. Rise in soy oil prices will add support.
- Rapeseed oil prices traded sideways today on subdued buying market. Demand is expected to be firm due to it being perceived at oil that boosts immunity. Rapeseed arrivals have started falling while demand is firm which is leading to erosion of stocks and has supported prices. Supported from competing oil added the support in prices. Prices are expected to show firm tone in coming days on fall in stocks of rapeseed oil in Indian markets.
- According to Indonesia Palm Oil Association (GAPKI), Indonesia palm oil exports in 2020 including refined palm oil exports is expected at 24.92 MMT from 30.63 MMT last year. Production of palm oil in 2020 is estimated at 46.02 MMT compared to 47.11 last year due to lower use on fertilizer on lower palm oil prices. Indonesia is estimated to export 33-35 MMT of palm oil in 2020.
- In the weekly USDA crop progress report released on 30 August 2020; The US Soybean is setting pods 95% up from 84% same period last year and 93% from 5 year average. Soybeans dropping leaves at 8% up from 3% same period last year and 8% from 5 year average. About 66% of the crop is under good to excellent condition, compared to 54% in corresponding period last year.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Aug palm oil exports fell 13.7 percent to 1,442,905 tons compared to 1,671,656 tons last month. Top buyers were China at 320,265 tons (301,131 tons), India at 308,500 tons (423,015 tons), European Union 254,535 tons (282,476 tons), United States at 45,480 tons (89,705 tons) and Pakistan at 0 tons (68,002 tons). Values in brackets are figures of 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-20	1.00	885.30	888.20	883.30	886.50	3,205	-5315	12910	-1300
Oct-20	-0.70	893.00	897.00	891.20	893.50	8,315	-4975	29425	-1105

Prices & Vol-OI are at 5:30 PM

Spread	Sep-20	Oct-20
Spot	8.50	
Sep-20		7.00
Oct-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-20	-0.30	766.00	769.80	762.00	766.00	946	-615	4636	-246
Oct-20	-2.30	768.50	771.50	762.10	766.40	446	-356	2167	68

Prices & Vol-OI are at 5:30 PM

Spread	Sep-20	Oct-20
Spot	8.0	
Sep-20		0.4
Oct-20		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep	0.03	33.43	33.5	33.23	33.5
Oct	UNCH	33.14	33.36	32.97	33.14
Dec	0.02	33.28	33.48	33.08	33.31
Jan	-0.01	33.4	33.61	33.22	33.42
Mar	-0.01	33.51	33.72	33.31	33.55

-0.12

**Forex:**

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep	-30	2920	2965	2900	2950
Oct	-48	2915	2924	2867	2892
Nov	-57	2863	2873	2811	2834
Dec	-58	2825	2834	2775	2797

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/09/2020	6.84	14739	4.149	74.34	73.13	5.29	92.81	41.65

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		04-Sep-20	03-Sep-20	
Refined Soybean Oil	Indore	895	890	5
	Indore (Soy Solvent Crude)	855	855	Unch
	Mumbai	895	895	Unch
	Mumbai (Soy Degum)	850	850	Unch
	Kandla/Mundra	885	885	Unch
	Kandla/Mundra (Soy Degum)	848	848	Unch
	Kolkata	890	890	Unch
	Delhi	927	927	Unch
	Nagpur	907	911	-4
	Rajkot	880	880	Unch
	Kota	890	890	Unch

	Hyderabad	-	-	-
	Akola	908	910	-2
	Amrawati	903	907	-4
	Bundi	895	895	Unch
	Jalna	910	914	-4
	Solapur	897	901	-4
	Dhule	893	897	-4
Palm Oil*	Kandla (Crude Palm Oil)	813	818	-5
	Kandla (RBD Palm oil)	866	872	-5
	Kandla RBD Pamolein	893	893	Unch
	Kakinada (Crude Palm Oil)	791	788	3
	Kakinada RBD Pamolein	887	887	Unch
	Haldia Pamolein	898	898	Unch
	Chennai RBD Pamolein	903	903	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	-	-	-
	KPT (krishna patnam) Pamolein	893	893	Unch
	Mumbai RBD Pamolein	919	919	Unch
	Mangalore RBD Pamolein	919	919	Unch
	Tuticorin (RBD Palmolein)	903	908	-5
	Delhi	920	925	-5
	Rajkot	887	893	-5
	Hyderabad	865	870	-5
	PFAD (Kandla)	541	541	Unch
	Refined Palm Stearin (Kandla)	791	788	3
	Superolien (Kandla)	914	924	-11
	Superolien (Mumbai)	940	945	-5
* inclusive of GST				
Refined Sunflower Oil	Chennai	1020	1010	10
	Mumbai	1030	1030	Unch
	Mumbai(Expeller Oil)	985	985	Unch
	Kandla (Ref.)	1020	1020	Unch
	Hyderabad (Ref)	1025	1010	15
	Latur (Expeller Oil)	950	940	10
	Chellakere (Expeller Oil)	960	950	10
	Erode (Expeller Oil)	1040	1040	Unch
Groundnut Oil	Rajkot	1225	1225	Unch
	Chennai	1250	1300	-50
	Delhi	1260	1270	-10
	Hyderabad *	1250	1250	Unch
	Mumbai	1260	1270	-10

	Gondal	1230	1225	5
	Jamnagar	1230	1225	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1090	1090	Unch
	Jaipur (Kacchi Ghani Oil)	1108	1108	Unch
	Kota (Expeller Oil)	1060	1060	Unch
	Kota (Kacchi Ghani Oil)	1120	1120	Unch
	Neewai (Expeller Oil)	1090	1090	Unch
	Neewai (Kacchi Ghani Oil)	1110	1110	Unch
	Bharatpur (Kacchi Ghani Oil)	1120	1120	Unch
	Sri-Ganga Nagar(Exp Oil)	1070	1070	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1110	1110	Unch
	Mumbai (Expeller Oil)	1090	1100	-10
	Kolkata(Expeller Oil)	1170	1170	Unch
	New Delhi (Expeller Oil)	1080	1080	Unch
	Hapur (Expeller Oil)	1070	1070	Unch
	Hapur (Kacchi Ghani Oil)	1100	1100	Unch
	Agra (Kacchi Ghani Oil)	1125	1125	Unch
Refined Cottonseed Oil	Rajkot	915	915	Unch
	Hyderabad	835	835	Unch
	Mumbai	925	925	Unch
	New Delhi	860	865	-5
Coconut Oil	Kangayan (Crude)	1600	1600	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1200	1200	Unch
	Mumbai	-	-	-
Kardi	Mumbai	-	-	-
Rice Bran Oil (40%)	New Delhi	810	810	Unch
Rice Bran Oil (4%)	Punjab	880	880	Unch
Malaysia Palmolein USD/MT	FOB	748	748	Unch
	CNF India	760	760	Unch
Indonesia CPO USD/MT	FOB	725	725	Unch
	CNF India	750	750	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	743	745	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	745	743	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	860	835	25
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	668	665	3

Crude palm Kernel Oil India (USD/MT)	CNF India	NA	830	-
Ukraine Origin CSFO USD/MT Kandla	CIF	980	970	10
Rapeseed Oil Rotterdam Euro/MT	FOB	795	792	3
Argentina FOB (\$/MT)		3-Sep-20	2-Sep-20	Change
Crude Soybean Oil Ship		772	778	-6
Refined Soy Oil (Bulk) Ship		799	805	-6
Sunflower Oil Ship		835	830	5
Cottonseed Oil Ship		752	758	-6
Refined Linseed Oil (Bulk) Ship		-	-	-
* 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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