



### Domestic Fundamentals:

- Edible oil complex featured mostly weak trend at various markets centers on Monday.
- Soy oil refined domestic prices featured sideways to weak tone at various locations. Indore prices closed lower today. Demand of soy oil is firm. Degum prices traded lower on weak CNF indicating. Import disparity fell while refining disparity returned to parity on fall in CNF prices compared to high seas prices. Higher CBOT soy oil will support Indian CNF. Projections were closed today as US was closed on Labor Day. 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 remained unchanged at India East coast. CNF prices were quoted lower today. Palmolein prices traded higher at various locations in India on firm demand. Import disparity increased while 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, exports of palm oil from Malaysia rose 33 percent in first 5 days of Sep from Malaysia on firm demand from India and China. However, production of palm oil in Malaysia rose more than forecast in Aug in Malaysia as reported by MPOA today
- Sunflower oil traded higher at Chennai and at India East coast and at India West coast. CNF prices traded sideways 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 lower today on subdued buying in market. Demand is expected to be weakened due rise in its prices. However, it being perceived at oil that boosts immunity may keep demand firm. Rapeseed arrivals rose last week on higher crushing on demand of rapeseed oil ahead of festivals. Prices are expected to show firm tone in coming days on fall in stocks of rapeseed oil in Indian markets.
- According of 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	-0.10	882.80	884.70	873.00	881.90	4,030	825	12390	-520
Oct-20	1.20	887.20	891.70	879.00	889.60	14,945	6630	28105	-1320

Prices & Vol-OI are at 5:30 PM

Spread	Sep-20	Oct-20
Spot	3.10	
Sep-20		7.70
Oct-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-20	3.60	763.00	765.20	757.00	764.40	1312	366	4333	-303
Oct-20	3.10	766.00	766.00	756.30	764.40	1105	659	2495	328

Prices &amp; Vol-OI are at 5:30 PM

Spread	Sep-20	Oct-20
Spot	0.6	
Sep-20		0
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	-32	2930	2935	2900	2900
Oct	-40	2893	2910	2850	2852
Nov	-33	2833	2855	2800	2802
Dec	-25	2792	2813	2762	2772

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
07/09/2020	6.83	14762	4.149	74.64	73.42	5.30	93.05	39.08

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		07-Sep-20	05-Sep-20	
Refined Soybean Oil	Indore	885	887	-2
	Indore (Soy Solvent Crude)	845	850	-5
	Mumbai	890	890	Unch
	Mumbai (Soy Degum)	843	845	-2
	Kandla/Mundra	880	880	Unch
	Kandla/Mundra (Soy Degum)	842	845	-3
	Kolkata	885	885	Unch
	Delhi	917	920	-3
	Nagpur	899	904	-5
	Rajkot	875	880	-5
	Kota	890	890	Unch

	Hyderabad	NA	NA	-
	Akola	895	905	-10
	Amrawati	895	900	-5
	Bundi	895	895	Unch
	Jalna	902	907	-5
	Solapur	889	894	-5
	Dhule	885	890	-5
Palm Oil*	Kandla (Crude Palm Oil)	801	803	-2
	Kandla (RBD Palm oil)	861	861	Unch
	Kandla RBD Pamolein	893	887	5
	Kakinada (Crude Palm Oil)	791	791	Unch
	Kakinada RBD Pamolein	887	887	Unch
	Haldia Pamolein	898	903	-5
	Chennai RBD Pamolein	903	908	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	960	965	-5
	KPT (krishna patnam) Pamolein	893	893	Unch
	Mumbai RBD Pamolein	919	908	11
	Mangalore RBD Pamolein	919	908	11
	Tuticorin (RBD Palmolein)	901	895	6
	Delhi	914	917	-3
	Rajkot	882	882	Unch
	Hyderabad	857	865	-8
	PFAD (Kandla)	541	562	-21
	Refined Palm Stearin (Kandla)	791	791	Unch
	Superolien (Kandla)	914	914	Unch
	Superolien (Mumbai)	935	940	-5
* inclusive of GST				
Refined Sunflower Oil	Chennai	1040	1030	10
	Mumbai	1040	1030	10
	Mumbai(Expeller Oil)	1000	985	15
	Kandla (Ref.)	1030	1025	5
	Hyderabad (Ref)	1050	1025	25
	Latur (Expeller Oil)	965	965	Unch
	Chellakere (Expeller Oil)	975	975	Unch
	Erode (Expeller Oil)	1060	1060	Unch
Groundnut Oil	Rajkot	1225	1225	Unch
	Chennai	1270	1250	20
	Delhi	1250	1260	-10
	Hyderabad *	1250	1250	Unch
	Mumbai	1250	1260	-10

	Gondal	1230	1230	Unch
	Jamnagar	1230	1230	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1087	1090	-3
	Jaipur (Kacchi Ghani Oil)	1105	1108	-3
	Kota (Expeller Oil)	1060	1060	Unch
	Kota (Kacchi Ghani Oil)	1130	1130	Unch
	Neewai (Expeller Oil)	1080	1090	-10
	Neewai (Kacchi Ghani Oil)	1100	1110	-10
	Bharatpur (Kacchi Ghani Oil)	1090	1120	-30
	Sri-Ganga Nagar(Exp Oil)	1060	1070	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1100	1110	-10
	Mumbai (Expeller Oil)	1090	1090	Unch
	Kolkata(Expeller Oil)	1170	1170	Unch
	New Delhi (Expeller Oil)	1075	1080	-5
	Hapur (Expeller Oil)	1070	1070	Unch
	Hapur (Kacchi Ghani Oil)	1100	1100	Unch
	Agra (Kacchi Ghani Oil)	1095	1125	-30
Refined Cottonseed Oil	Rajkot	915	915	Unch
	Hyderabad	835	835	Unch
	Mumbai	920	925	-5
	New Delhi	868	875	-7
Coconut Oil	Kangayan (Crude)	1600	1600	Unch
	Cochin	1520	1540	-20
Sesame Oil	New Delhi	1200	1200	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	NA	NA	-
Rice Bran Oil (40%)	New Delhi	805	810	-5
Rice Bran Oil (4%)	Punjab	880	885	-5
Malaysia Palmolein USD/MT	FOB	743	740	3
	CNF India	755	748	7
Indonesia CPO USD/MT	FOB	720	720	Unch
	CNF India	745	738	7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	740	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	740	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	860	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	663	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	1010	1010	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	795	Closed	-
Argentina FOB (\$/MT)		5-Sep-20	4-Sep-20	Change
Crude Soybean Oil Ship		Closed	761	-
Refined Soy Oil (Bulk) Ship		Closed	788	-
Sunflower Oil Ship		Closed	835	-
Cottonseed Oil Ship		Closed	741	-
Refined Linseed Oil (Bulk) Ship		Closed	NA	-
* 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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