



### Domestic Fundamentals:

- Spot markets in key commodity vegetable oil market edged high taking cues from the international market. BMD CPO Aug contract closed 17 ringgits high and MCX CPO too closed INR 8.20 high before the market closes for weekend.
- CPO CNF prices too closed \$8 high alongwith the RBD olein at CNF basis. However spot prices remained unchanged indicating limited domestic offtake and any uptick is based on market sentiments.
- Key factors that is adding to the indian veg oil sector is the aggressive depreciation of Indian ruppees which may result in importers delaying their shipments if there currency exposures is not hedged.
- Thus shipments from the origins may get delayed and eventually the exports may fall and hence the international prices may come again under bearish grip once the crude oil dynamics is factored out. The price is further supported buy weakening MYR. However there are chances of crude oil rallying further to \$80 per barrel which is expected to keep the downside potential limited as this has become dominating factor.
- In the supply and demand part the CPO exports has drastically fallen and any rise in production is expected to bring fresh bearishness in palm oil complex.
- In the soy oil side According to National Oilseed Processors Association (NOPA), U.S. April soybean crush rose to a record level of 161.016 million bushels from 139.134 million bushels in March 2017 amid strong processing margins. Crush of soybean in March 2018 was 171.858 million bushels. Soy meal exports in April increased to 946,291 metric tonnes, from 878,582 metric tonnes the previous month and higher than 595,468 metric tonnes in April 2017. Soy oil stocks as of April. 30 increased to 2.092 billion pounds, up from 1.946 billion pounds at the end of March 2018. This is the highest stock on record since June 2013.
- Thus higher stocks of soy oil has limited the upside potential alongwith bearishness in CMD bean over disputed with China.
- At domestic front, edible oils imports by India rose 3.37 percent in April compared to April 2017. Higher imports of edible oil were due to higher imports of CPO and sunflower oil. CPO imports rose on lower prices of domestic refined palm oil compared to ready to use imported palmolein. Sunflower oil imports rose due to low premium of sunflower oil over soy oil at CNF market and low premium of refined sunflower oil over RBD palmolein and refined soy oil in domestic market. Import duty on imports of sunflower oil is less than palm oil and soy oil which has led to higher imports of sunflower in oil years 2017-18 after rise of 43 percent in oil year 2016-17.
- According to Solvent Extractors Association (SEA), India's April edible oil stocks at ports and pipelines rose 10.7 percent m-o-m to 23.38 lakh tons from 21.12 lakh tons in March 2018. Stocks of edible oil at ports rose to 1,068,000 tons (CPO 480,000 tons, RBD Palmolein 205,000 tons, Degummed Soybean Oil 140,000 tons, Crude Sunflower Oil 220,000 tons and 23,000 tons of Rapeseed (Canola) Oil) and about 1,270,000 tons in pipelines (stocks at ports were 770,000 tons in March 2018). India is presently holding 37 days of edible oil requirement on 1st May, 2018 at 23.38 lakh tons compared to 33 days of requirements last month at 21.12 lakh tons. India's monthly edible oil requirement is 19.0 lakh tons.

### NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
June-18	2.75	772.5	774.5	770.25	773
July-18	2.6	779	783	778.9	781.5

Prices are at Friday Closing

Contract	Volume	Change	OI	Change
June-18	18,840	5,480	62090	40
July-18	1,740	-170	7880	-15150

Vol-OI are taken at Friday closing

Spread	June-18	July-18
Basis		
June-18		
July-18		

### MCX CPO:

Contract	+/-	Open	High	Low	Close
May-18	8.40	655.20	664.0	655.00	662.0
June-18	8.20	656.30	664.0	656.30	664.5

Prices are at Friday Closing

Contract	Volume	Change	OI	Change
May-18	1257	664	3504	305
June-18	1128	461	3111	-288

Vol-OI are taken at Friday closing

Spread	Apr-18	May-18
Basis		
May-18		
June-18		

\* CPO Kandla prices taken for spread calculated as at 5:30 PM



### CBOT Soy Oil Fu-tures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-July	0.11	30.96	31.41	30.94	30.94
15-Aug	0.09	31.06	31.53	31.06	31.06
15-Sep	0.1	31.2	31.67	31.2	31.2
15-Oct	0.1	31.42	31.81	31.35	31.36
15-Dec	0.1	31.72	31.86	32.17	31.72
	-0.04	30.65	30.85	30.6	30.81

### BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	13	2427	2445	2427	2433
15-July	16	2445	2455	2440	2443
15-Aug	17	2453	2462	2447	2450
15-Sep	19	2456	2469	2456	2460
		2693	2714	2690	2697

### Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/05/2018	6.377	14150	3.970	24.40	68.03	3.7367	93.58	71.37

### Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-May-18	18-May-18	
Refined Soybean Oil	Indore	760	755	5
	Indore (Soy Solvent Crude)	725	720	5
	Mumbai	770	770	Unch
	Mumbai (Soy Degum)	710	710	Unch
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	710	705	5
	Kolkata	760	757	3
	Delhi	785	788	-3
	Nagpur	755	755	Unch
	Rajkot	740	735	5
	Kota	750	750	Unch
	Hyderabad	NR	NR	-
	Akola	757	757	Unch
	Amrawati	757	757	Unch
	Bundi	750	750	Unch
	Jalna	753	753	Unch
	Alwar	NA	NA	-
	Solapur	749	749	Unch
	Dhule	766	766	Unch
Palm Oil*	Kandla (Crude Palm Oil)	689	681	7
	Kandla (RBD Palm oil)	725	725	Unch
	Kandla RBD Pamolein	767	767	Unch
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	767	767	Unch
	Haldia Pamolein	767	767	Unch

	Chennai RBD Pamolein	769	769	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	832	832	Unch
	KPT (krishna patnam) Pamolein	761	761	Unch
	Mumbai RBD Pamolein	777	777	Unch
	Mangalore RBD Pamolein	772	772	Unch
	Tuticorin (RBD Palmolein)	770	770	Unch
	Delhi	795	795	Unch
	Rajkot	767	762	4
	Hyderabad	NR	NR	-
	PFAD (Kandla)	441	441	Unch
	Refined Palm Stearin (Kandla)	515	515	Unch
	Superolien (Kandla)	788	788	Unch
	Superolien (Mumbai)	814	814	Unch
<b>* inclusive of GST</b>				
<b>Refined Sunflower Oil</b>	Chennai	750	750	Unch
	Mumbai	790	790	Unch
	Mumbai(Expeller Oil)	705	705	Unch
	Kandla (Ref.)	750	750	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NR	NR	-
	Latur (Expeller Oil)	720	720	Unch
	Chellakere (Expeller Oil)	725	725	Unch
	Erode (Expeller Oil)	785	780	5
<b>Groundnut Oil</b>	Rajkot	810	810	Unch
	Chennai	830	830	Unch
	Delhi	850	850	Unch
	Hyderabad *	875	875	Unch
	Mumbai	845	845	Unch
	Gondal	790	790	Unch
	Jamnagar	800	800	Unch
<b>Rapeseed Oil/Mustard Oil</b>	Jaipur (Expeller Oil)	760	760	Unch
	Jaipur (Kacchi Ghani Oil)	783	781	2
	Kota (Expeller Oil)	750	750	Unch
	Kota (Kacchi Ghani Oil)	775	775	Unch
	Neewai (Expeller Oil)	750	750	Unch
	Neewai (Kacchi Ghani Oil)	765	765	Unch
	Bharatpur (Kacchi Ghani Oil)	790	775	15
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-



	Sri-Ganga Nagar(Exp Oil)	760	760	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	775	775	Unch
	Mumbai (Expeller Oil)	775	775	Unch
	Kolkata(Expeller Oil)	NA	NA	-
	New Delhi (Expeller Oil)	788	788	Unch
	Hapur (Expeller Oil)	NR	NR	-
	Hapur (Kacchi Ghani Oil)	NR	NR	-
	Agra (Kacchi Ghani Oil)	795	785	10
Refined Cottonseed Oil	Rajkot	745	745	Unch
	Hyderabad	NR	NR	-
	Mumbai	765	762	3
	New Delhi	730	730	Unch
Coconut Oil	Kangayan (Crude)	1815	1815	Unch
	Cochin	1870	1870	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	1000	1000	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	NR	NR	-
Rice Bran Oil (4%)	Punjab	630	630	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	648	648	Unch
	CNF India	660	668	-8
Indonesia CPO USD/MT	FOB	628	630	-2
	CNF India	650	658	-8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	645	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	623	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1055	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	505	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1020	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	805	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	890	890	Unch
Argentina FOB (\$/MT)		18-May-18	17-May-18	Change
Crude Soybean Oil Ship		706	711	-5
Refined Soy Oil (Bulk) Ship		731	736	-5



Sunflower Oil Ship	730	735	-5
Cottonseed Oil Ship	686	691	-5
Refined Linseed Oil (Bulk) Ship	NR	NR	-
* 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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