



### Domestic Fundamentals:

- Saturday physical market in India continue to witness weakness over yesterday's hangover and overnight weakness from the CBOT Soy oil prices. CME Soy oil closed in red on Friday closing and similarly refined soy oil a NCDEX and CPO at MCX also closed southward.
- With the bulls taking center stage in the weak foregone riding on the waves of crude oil coming week market is expected to be for bears. Crude oil is showing short term weakness as well as Malaysian ringgit is strengthening opening the gate for BMD CPO to correct towards MYR 2300 per ton. However, some last minute buying ahead of the Aidilfitri holiday from Middle Eastern countries, China, Pakistan and India would lent support to the price.
- The core fundamentals are also indicating towards medium term weakness. However crude oil will be the key driver for further price action as the current fundamentals have already discounted in the market.
- Malaysia, the second largest producer of CPO, clocked in a higher production of 6.06 million tonnes in the first four months of 2018, a nine per cent hike, year-on year (YoY), while palm oil inventories jumped 35 per cent, YoY, to 2.17 million tonnes, as at end-April 2018.
- As per market expectations the May exports of palm oil is down as per reported by cargo surveyors. According to Am,spec, Exports of Malaysian palm oil products during May 1 to 25 came in at 983,656 tonnes, down 16.6 percent from 1,147,020 tonnes during April 1-25. Similarly SGS another cargo surveyor is reporting fall in exports, Exports of Malaysian palm oil products for May. 1-25 fell 13.5 percent to 1,003,696 tonnes from 1,160,994 tonnes shipped during Apr. 1-25.
- Indonesia Jan-April biodiesel consumption for transport and power at 970,000 kilolitres (KL) vs 2018 quota of 3.22 mln kl.
- Looking at the long term policy driven change in the dynamic of demand Indonesia is looking for completely stop exporting palm oil to EU in order to manage the policy risk before any decisions come from EU senate. There's an study about stopping exports to the European Union altogether. When it's done, Indonesia can see that palm oil trade with them is risky. The study is to eradicate that risk once and for all. Further Indonesia is also planning for retaliatory action by imposing ban on fish imported from EU countries.
- Earlier, In January, members of the European Parliament voted in favor to phase out the use of biofuels made from palm oil by 2021 to fulfill the EU's Renewable Energy Directive, which aims to reach a renewable energy target of 27 percent by 2030, including in transport fuels. A decision on whether the ban will be legally imposed in all EU country members will be made in 2019
- On the other hand, China — facing a threat of declining edible oil supply in trade wars with the United States — has promised to increase palm oil imports from Indonesia by up to 500,000 tons per year. China bought 3.73 million tons of Indonesian CPO last year, from 3.23 million tons in 2016.

**Outlook:** Edible oil basket is expected to feature sideways to weak movement in upcoming trading session/day.

### NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
June-18	-5.3	781	779.9	773.20	773.6
July-18	-4.65	787.95	787.2	783.7	784.1

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
June-18	14560	3220	59890	-110
July-18	7140	1560	28210	140

Vol-OI are taken at 5:05

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

### MCX CPO:

Contract	+/-	Open	High	Low	Close
May-18	-2.8	667	667.8	664.4	665.5
June-18	-3.3	665.5	668.20	663.0	665.20

Prices are at 5:05 PM

Contract	Volume	Change	OI	Change
May-18	512	49	2045	-29
June-18	1242	226	4422	-44

Vol-OI are taken at 5:05 PM

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



### CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-July	-0.40	31.4	31.73	31.25	31.31
15-Aug	-0.38	31.66	31.84	31.36	31.44
15-Sep	-0.40	31.94	31.98	31.51	31.58
15-Oct	-0.38	32.11	32.13	31.67	31.74
15-Dec	-0.40	32.35	32.52	32.03	32.10
	-0.04	30.65	30.85	30.6	30.81

### BMD CPO Futures: (24th May Closing)

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-22	2463	2463	2441	2452
15-July	-31	2472	2474	2442	2453
15-Aug	-37	2480	2482	2447	2455
15-Sep	-40	2485	2485	2451	2456
		2693	2714	2690	2697

### Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude (\$/barrel)
24/05/201	6.391	14093.8	3.9806	24.5838	67.798	3.6452	94.08	69

### Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-May-18	25-May-18	
Refined Soybean Oil	Indore	767	770	-3
	Indore (Soy Solvent Crude)	720	735	-15
	Mumbai	760	775	-15
	Mumbai (Soy Degum)	708	715	-7
	Kandla/Mundra	745	745	Unch
	Kandla/Mundra (Soy Degum)	710	715	-5
	Kolkata	765	768	-3
	Delhi	800	800	Unch
	Nagpur	757	757	Unch
	Rajkot	740	735	5
	Kota	760	760	Unch
	Hyderabad	NR	NR	-
	Akola	761	761	Unch
	Amrawati	761	761	Unch
	Bundi	760	760	Unch
	Jalna	762	762	Unch
	Alwar	NA	NA	-
	Solapur	749	749	Unch
	Dhule	763	763	Unch
Palm Oil*	Kandla (Crude Palm Oil)	692	700	-8
	Kandla (RBD Palm oil)	735	735	Unch
	Kandla RBD Pamolein	772	772	Unch
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	772	767	5

	Haldia Pamolein	772	774	-2
	Chennai RBD Pamolein	772	772	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	835	835	Unch
	KPT (krishna patnam) Pamolein	764	763	1
	Mumbai RBD Pamolein	767	777	-11
	Mangalore RBD Pamolein	772	772	Unch
	Tuticorin (RBD Palmolein)	772	775	-3
	Delhi	802	802	Unch
	Rajkot	767	767	Unch
	Hyderabad	NR	NR	-
	PFAD (Kandla)	431	441	-11
	Refined Palm Stearin (Kandla)	525	525	Unch
	Superolien (Kandla)	798	798	Unch
	Superolien (Mumbai)	814	814	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	775	775	Unch
	Mumbai	780	790	-10
	Mumbai(Expeller Oil)	705	710	-5
	Kandla (Ref.)	760	760	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NR	NR	-
	Latur (Expeller Oil)	750	750	Unch
	Chellakere (Expeller Oil)	730	730	Unch
	Erode (Expeller Oil)	795	795	Unch
Groundnut Oil	Rajkot	800	800	Unch
	Chennai	840	850	-10
	Delhi	850	850	Unch
	Hyderabad *	890	890	Unch
	Mumbai	845	840	5
	Gondal	790	800	-10
	Jamnagar	790	800	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	775	775	Unch
	Jaipur (Kacchi Ghani Oil)	793	794	-1
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	785	785	Unch
	Neewai (Expeller Oil)	760	755	5
	Neewai (Kacchi Ghani Oil)	780	780	Unch
	Bharatpur (Kacchi Ghani Oil)	790	800	-10
	Alwar (Expeller Oil)	NR	NR	-
	Alwar (Kacchi Ghani Oil)	NR	NR	-



	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	790	-5
	Mumbai (Expeller Oil)	780	785	-5
	Kolkata(Expeller Oil)	Closed	707	-
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	Closed	NR	-
	Hapur (Kacchi Ghani Oil)	Closed	NR	-
	Agra (Kacchi Ghani Oil)	795	805	-10
Refined Cottonseed Oil	Rajkot	750	745	5
	Hyderabad	NR	NR	-
	Mumbai	765	765	Unch
	New Delhi	735	735	Unch
Coconut Oil	Kangayan (Crude)	1780	1780	Unch
	Cochin	1870	1860	10
	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	620	630	-10
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	640	645	-5
	CNF India	660	663	-3
Indonesia CPO USD/MT	FOB	625	628	-3
	CNF India	650	653	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	643	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	630	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1035	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	505	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	1015	-
Ukraine Origin CSFO USD/MT Kandla	CIF	795	795	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	880	880	Unch
Argentina FOB (\$/MT)		25-May-18	24-May-18	Change
Crude Soybean Oil Ship		NA	703	-
Refined Soy Oil (Bulk) Ship		NA	728	-

Sunflower Oil Ship	NA	725	-
Cottonseed Oil Ship	NA	683	-
Refined Linseed Oil (Bulk) Ship	NA	NR	-
<i>* indicates including GST</i>			

**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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