

**Domestic Fundamentals:**

- Edible oils complex featured mostly weak trend at various markets centers on Saturday.
- Soy oil and palm oil futures fell on fall in international benchmarks. CPO BMD fell on oversupply concerns. CBOT soy oil fell on oversupply concerns. Crude oil prices were trading lower on Friday.
- Malaysia intends to keep crude palm oil export duty unchanged at zero until December in an effort to reduce high stocks of palm oil in the country, according to trade minister of Malaysia. Malaysia is grappling with high stocks and low prices. Lower prices are hitting margins and will ultimately lead to lower production in longer run. Plantations are bleeding with low prices of palm oil. Followed by this step, Malaysia intends to increase its biodiesel output to recede increasing high palm oil stocks.
- Palm oil prices are expected to be underpinned by expectation of slow fall in end stocks of palm oil in Malaysia, slow fall in production of palm oil in Malaysia and slow rise in exports of palm oil from Malaysia.  
However, depreciation of Ringgit and rise in crude oil prices will limit losses.  
Palm oil end stocks in Malaysia is expected to fall slowly in April due to slow rise in exports of palm oil from Malaysia in April and rise in production of palm oil in Malaysia in April.  
Palm oil production is expected to rise in Malaysia in April as continued elevated production will continue in April in Malaysia. However, production is expected to fall in Indonesia due to lean production season.  
Palm oil production will rise to 20 MMT in Malaysia in 2019 from earlier estimate of 19.5 MMT on higher maturing plants. Palm oil production will rise in Indonesia in 2019 by 10 percent to 44 MMT on maturing plants.  
Palm oil exports rose from Malaysia in April due to firm demand from India and China. However, rise was limited.  
Palm oil exports to India rose due to lower import duty differential between CPO and RBD palmolein especially from Malaysia, positive refining margins and demand at lower levels.  
China is purchased more palm oil as it is importing lower amount of soybean due to swine flu and diversification of protein sources in the country. This has led to lower supply of soy oil leading to higher imports of palm oil.  
Ringgit has depreciated below 4.10/USD leading to higher demand of palm oil compared to competitive oils.  
Rise in crude oil due to OPEC supply cuts is expected to support palm oil prices.
- Soy oil domestic prices are sustaining due to firm demand and parity in imports and positive refining margins. Prices are sustaining on demand at lower levels.  
Soy oil international prices are underpinned by US-China trade settlement concerns, higher than expected soybean crop in Brazil, higher soybean crop in Argentina and weak demand of soybean from China  
US-China trade settlement is taking more time than expected due to deadlock on various issues and any settlement will take time to fructify and any result is expected in end May and early June. During this period farmers of soybean in US will face uncertain future and planting will suffer.  
Soybean crop in Brazil is larger than estimated due to higher yield due to improved weather during harvest phase in various parts of the country and harvest is higher than last year and 5-year average. This has led various agencies to increase soybean crop of Brazil thereby giving China additional support in US-China trade negotiations.  
Soybean crop condition in Argentina has improved in Argentina and harvest is progressing more than last year and 5-year average. This has led various agencies to hike soybean crop of Argentina above 55 MMT.

**Outlook:** Edible oil basket is expected to feature range –bound to weak sentiment in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	-0.75	734.60	738.50	733.30	734.70	6,140	-2390	20310	-1250
June-19	0.00	723.00	725.00	720.50	721.55	6,250	-1890	28710	2720
Prices & Vol-OI are at 5:30 PM									

Spread	May-19	June-19
Spot	10.30	23.45
May-19		-13.15
June-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	1.00	519.00	520.60	516.30	517.50	841	-415	5743	198
June-19	-0.20	522.50	524.00	519.20	520.00	174	65	676	57

**Spread**
**May-19**
**June-19**
**Spot**

1.5

-1

**May-19**

2.5

**June-19**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jul	-0.06	27.49	27.58	27.42	27.44
15-Aug	-0.06	27.63	27.7	27.56	27.57
15-Sep	-0.07	27.83	27.84	27.71	27.71
15-Oct	-0.03	27.98	27.98	27.84	27.89
15-Dec	-0.07	28.23	28.29	28.15	28.15

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jun	-22	1993	2016	1978	1983
15-Jul	-25	2034	2046	2006	2010
15-Aug	-21	2059	2073	2035	2040
15-Sep	-20	2086	2100	2065	2069

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
03/05/2019	6.73	14269	4.14	44.76	69.20	3.96	98.01	61.83

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-May-19	3-May-19	
Refined Soybean Oil	Indore	742	745	-3
	Indore (Soy Solvent Crude)	712	712	Unch
	Mumbai	735	735	Unch
	Mumbai (Soy Degum)	685	685	Unch
	Kandla/Mundra	730	730	Unch
	Kandla/Mundra (Soy Degum)	695	697	-2
	Kolkata	765	765	Unch
	Delhi	765	770	-5
	Nagpur	742	742	Unch
	Rajkot	725	725	Unch

	Kota	740	740	Unch
	Hyderabad	745	745	Unch
	Akola	742	742	Unch
	Amrawati	743	743	Unch
	Bundi	745	745	Unch
	Jalna	748	748	Unch
	Solapur	736	736	Unch
	Dhule	752	752	Unch
Palm Oil*	Kandla (Crude Palm Oil)	545	547	-2
	Kandla (RBD Palm oil)	583	588	-5
	Kandla RBD Pamolein	611	614	-3
	Kakinada (Crude Palm Oil)	525	525	Unch
	Kakinada RBD Pamolein	611	614	-3
	Haldia Pamolein	622	625	-3
	Chennai RBD Pamolein	611	616	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	677	681	-3
	KPT (krishna patnam) Pamolein	604	611	-7
	Mumbai RBD Pamolein	641	641	Unch
	Mangalore RBD Pamolein	622	625	-3
	Tuticorin (RBD Palmolein)	609	611	-2
	Delhi	650	652	-2
	Rajkot	609	609	Unch
	Hyderabad	594	594	Unch
	PFAD (Kandla)	352	352	Unch
	Refined Palm Stearin (Kandla)	525	525	Unch
	Superolien (Kandla)	662	662	Unch
	Superolien (Mumbai)	667	667	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	750	750	Unch
	Mumbai	780	780	Unch
	Mumbai(Expeller Oil)	705	710	-5
	Kandla (Ref.)	760	765	-5
	Hyderabad (Ref)	757	757	Unch
	Latur (Expeller Oil)	755	755	Unch
	Chellakere (Expeller Oil)	700	700	Unch
	Erode (Expeller Oil)	780	780	Unch
Groundnut Oil	Rajkot	950	950	Unch
	Chennai	1000	1000	Unch
	Delhi	950	950	Unch
	Hyderabad *	1020	1020	Unch

	Mumbai	1020	1020	Unch
	Gondal	950	950	Unch
	Jamnagar	975	975	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	730	735	-5
	Jaipur (Kacchi Ghani Oil)	752	753	-1
	Kota (Expeller Oil)	730	730	Unch
	Kota (Kacchi Ghani Oil)	740	740	Unch
	Neewai (Expeller Oil)	725	725	Unch
	Neewai (Kacchi Ghani Oil)	738	738	Unch
	Bharatpur (Kacchi Ghani Oil)	760	760	Unch
	Sri-Ganga Nagar(Exp Oil)	715	715	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	740	740	Unch
	Mumbai (Expeller Oil)	745	745	Unch
	Kolkata(Expeller Oil)	880	880	Unch
	New Delhi (Expeller Oil)	740	740	Unch
	Hapur (Expeller Oil)	850	865	-15
	Hapur (Kacchi Ghani Oil)	885	900	-15
	Agra (Kacchi Ghani Oil)	765	765	Unch
Refined Cottonseed Oil	Rajkot	730	730	Unch
	Hyderabad	700	700	Unch
	Mumbai	746	746	Unch
	New Delhi	707	710	-3
Coconut Oil	Kangayan (Crude)	1300	1300	Unch
	Cochin	1450	1450	Unch
Sesame Oil	New Delhi	1750	1750	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	580	582	-2
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	515	515	Unch
	CNF India	535	540	-5
Indonesia CPO USD/MT	FOB	470	473	-3
	CNF India	495	500	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	510	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	475	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	660	-



Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	423	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	650	-
Ukraine Origin CSFO USD/MT Kandla	CIF	725	728	-3
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	725	-
Argentina FOB (\$/MT)		3-May-19	2-May-19	Change
Crude Soybean Oil Ship		621	627	-6
Refined Soy Oil (Bulk) Ship		643	649	-6
Sunflower Oil Ship		655	655	Unch
Cottonseed Oil Ship		601	607	-6
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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