

Domestic Fundamentals:

- Edible oils complex featured mixed trend at various markets centers on Tuesday.
- Soy oil domestic futures prices rose on demand prospects while palm oil futures fell on fall in international benchmarks. CPO BMD fell on oversupply concerns while CBOT soy oil prices fell on US-China trade dispute and oversupply concerns. Crude oil prices were trading higher on Monday.
- Palm oil prices are expected to be underpinned lower than expected fall in end stocks of palm oil in Malaysia, lower than expected in fall in production of palm oil in Malaysia and lower than expected 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 fell lower than expected in April due to lower than expected rise in exports of palm oil from Malaysia in April and lower than expected fall in production of palm oil in Malaysia in April.

Palm oil production fell slowly in Malaysia in April as continued elevated production continued in April in Malaysia. Production is expected to fall for next two months and thereafter rise for rest of 2019.

Palm oil exports rose from Malaysia in April due to firm demand from India and China. However, rise was lower than expected. However, palm oil exports in first 10 days of May reported higher exports due to strong demand from India and EU while demand from China weakened in May.

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 1 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 if 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.

- According to Malaysia Palm Oil Board (MPOB), Malaysia's April palm oil stocks fell 6.62 percent to 27.30 lakh tons compared to 29.23 lakh tons in March 2019. Production of palm oil in April fell 1.36 percent to 16.49 lakh tons compared to 16.72 lakh tons in March 2019. Exports of palm oil in April rose 2.02 percent to 16.51 lakh tons compared to 16.18 lakh tons in March 2019. Imports of palm oil in Apr fell 52.67 percent to 1.62 lakh tons compared to 1.31 lakh tons in March 2019. End stocks of palm oil fell less than trade expectation on slower fall in production. Fall in end stocks was primarily due to rise in exports and higher Malaysia's domestic use.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's May 1-10 palm oil exports rose 6.4 percent to 559,545 tons compared to 525,986 tons in corresponding period last month. Top buyers were European Union 163,310 tons (110,335 tons), India at 154,120 tons (355,015 tons), United States at 54,510 tons (23,316 tons), China at 33,760 tons (60,800 tons) and Pakistan at 0 tons (8,000 tons) and. Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's May 1-10 palm oil exports rose 12.7 percent to 552,640 tons compared to 490,435 tons in corresponding period last month. Top buyers were European Union 175,055 tons (88,085 tons), India & subcontinent 146,870 tons (133,370 tons) and China at 26,160 tons (71,200 tons). Values in brackets are figures in corresponding period of last month.

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	1.45	741.00	742.80	740.70	741.70	2,760	-5690	13940	-3070
June-19	1.15	728.45	731.30	728.25	729.25	7,660	-3490	34190	1070
Prices & Vol-OI are at 5:30 PM									

Spread	May-19	June-19
Spot	6.30	18.75
May-19		-12.45
June-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	-0.70	521.00	521.50	518.50	518.50	438	-519	4760	-601
June-19	-0.80	518.00	519.50	515.90	516.00	436	-180	1634	486

Spread	May-19	June-19
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Spot	0.5	3
May-19		-2.5
June-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jul	0.03	26.37	26.37	26.37	26.37
15-Aug	-0.07	26.64	26.8	26.56	26.56
15-Sep	-0.03	26.78	26.93	26.74	26.74
15-Oct	-0.05	26.92	27.05	26.87	26.87
15-Dec	-0.02	27.1	27.23	27.02	27.03

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jun	-14	1958	1980	1950	1951
15-Jul	-21	1996	2019	1981	1983
15-Aug	-25	2026	2047	2008	2008
15-Sep	-27	2056	2071	2032	2033

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/05/2019	6.82	14354	4.165	45.25	69.88	3.95	97.34	61.83

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-May-19	9-May-19	
Refined Soybean Oil	Indore	748	745	3
	Indore (Soy Solvent Crude)	718	715	3
	Mumbai	730	725	5
	Mumbai (Soy Degum)	688	685	3
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	702	700	2
	Kolkata	765	770	-5
	Delhi	780	775	5
	Nagpur	744	744	Unch
	Rajkot	730	730	Unch
	Kota	745	745	Unch

	Hyderabad	745	745	Unch
	Akola	744	744	Unch
	Amrawati	745	745	Unch
	Bundi	750	750	Unch
	Jalna	749	749	Unch
	Solapur	739	739	Unch
	Dhule	756	756	Unch
Palm Oil*	Kandla (Crude Palm Oil)	545	543	2
	Kandla (RBD Palm oil)	578	578	Unch
	Kandla RBD Pamolein	614	614	Unch
	Kakinada (Crude Palm Oil)	515	515	Unch
	Kakinada RBD Pamolein	614	614	Unch
	Haldia Pamolein	620	620	Unch
	Chennai RBD Pamolein	614	614	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	679	677	2
	KPT (krishna patnam) Pamolein	604	607	-3
	Mumbai RBD Pamolein	630	620	11
	Mangalore RBD Pamolein	616	617	-1
	Tuticorin (RBD Palmolein)	612	612	Unch
	Delhi	652	650	2
	Rajkot	620	614	5
	Hyderabad	610	603	7
	PFAD (Kandla)	352	347	5
	Refined Palm Stearin (Kandla)	515	515	Unch
	Superolien (Kandla)	662	656	5
	Superolien (Mumbai)	667	662	5
* inclusive of GST				
Refined Sunflower Oil	Chennai	745	750	-5
	Mumbai	780	775	5
	Mumbai(Expeller Oil)	705	700	5
	Kandla (Ref.)	760	765	-5
	Hyderabad (Ref)	760	760	Unch
	Latur (Expeller Oil)	755	755	Unch
	Chellakere (Expeller Oil)	700	700	Unch
	Erode (Expeller Oil)	780	780	Unch
Groundnut Oil	Rajkot	1000	1000	Unch
	Chennai	1050	1020	30
	Delhi	960	960	Unch
	Hyderabad *	1050	1050	Unch
	Mumbai	1050	1050	Unch

	Gondal	990	990	Unch
	Jamnagar	1020	1000	20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	745	745	Unch
	Jaipur (Kacchi Ghani Oil)	767	765	2
	Kota (Expeller Oil)	740	735	5
	Kota (Kacchi Ghani Oil)	750	745	5
	Neewai (Expeller Oil)	735	735	Unch
	Neewai (Kacchi Ghani Oil)	745	745	Unch
	Bharatpur (Kacchi Ghani Oil)	775	775	Unch
	Sri-Ganga Nagar(Exp Oil)	735	720	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	760	745	15
	Mumbai (Expeller Oil)	760	745	15
	Kolkata(Expeller Oil)	880	880	Unch
	New Delhi (Expeller Oil)	762	760	2
	Hapur (Expeller Oil)	865	885	-20
	Hapur (Kacchi Ghani Oil)	900	920	-20
	Agra (Kacchi Ghani Oil)	780	780	Unch
Refined Cottonseed Oil	Rajkot	745	740	5
	Hyderabad	710	705	5
	Mumbai	752	745	7
	New Delhi	713	710	3
Coconut Oil	Kangayan (Crude)	1280	1280	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	580	Unch
Rice Bran Oil (4%)	Punjab	605	610	-5
Malaysia Palmolein USD/MT	FOB	510	513	-3
	CNF India	530	535	-5
Indonesia CPO USD/MT	FOB	465	468	-3
	CNF India	490	495	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	505	503	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	468	468	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	660	660	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	418	418	Unch

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	645	-
Ukraine Origin CSFO USD/MT Kandla	CIF	725	720	5
Rapeseed Oil Rotterdam Euro/MT	FOB	732	720	12
Argentina FOB (\$/MT)		9-May-19	8-May-19	Change
Crude Soybean Oil Ship		626	630	-4
Refined Soy Oil (Bulk) Ship		648	652	-4
Sunflower Oil Ship		655	655	Unch
Cottonseed Oil Ship		606	610	-4
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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