

Domestic Fundamentals:

- Mixed trends are seen in Edible oils complex on Tuesday.
- Soy oil closed in firm zone while Palm oil domestic future prices declined on demand prospects. CBOT Soyoil closed on firm side and BMD CPO prices closed on lower side after sellers' interests on Tuesday.
- Palm oil prices are expected to move in steady to firm on higher exports of Palm oil from Malaysia. Appreciation of Ringgit and rise in crude oil prices will also support Palm oil prices to rise.
However, 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 May due to firm demand from India and China. However, rise was lower than expected. However, palm oil exports in first 15 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 of soy oil leading to higher imports of palm oil.
Ringgit has appreciated above 4.18/USD leading to lower 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 1-20 palm oil exports rose 5.6 percent to 992,313 tons compared to 939,657 tons in corresponding period last month. Top buyers were European Union 255,556 tons (144,135 tons), India at 258,966 tons (262,460 tons), United States at 105,220 tons (23,316 tons), China at 99,290 tons (140,425 tons) and Pakistan at 30,800 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 1-15 palm oil exports rose 15 percent to 786,576 tons compared to 684,190 tons in corresponding period last month. Top buyers were European Union 197,795 tons (103,385 tons), India & subcontinent 238,016 tons (202,870 tons) and China at 58,070 tons (116,825 tons). Values in brackets are figures in corresponding period of last month.

Outlook: Edible oil basket is expected to feature steady to firm sentiment in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jun-19	+2.15	739.25	742.05	739.25	741.50	9860	-3,080	42050	2830
Jul-19	+0.35	726.25	728.00	725.85	726.20	4380	-2,650	23710	2590
Prices & Vol-OI are at 5:30 PM									

Spread	Jun-19	Jul-19
Spot	20.5	
Jun-19		36
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	-7.10	525.00	526.60	518.00	518.20	928	528	3023	-345
June-19	-5.30	527.00	529.00	522.00	522.00	1415	884	3885	830

Spread	May-19	June-19
Spot	37	
May-19		33
June-19		

CBOT Soy Oil Futures (Projections):
 (Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jul	0.28	27.26	27.67	27.26	27.5
15-Aug	0.28	27.37	27.79	27.37	27.63
15-Sep	0.29	27.65	27.9	27.53	27.77
15-Oct	0.28	27.71	28.03	27.68	27.9
15-Dec	0.3	27.95	28.37	27.95	28.23

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jun	-33	-33	2057	2060	2016
15-Jul	-33	-33	2092	2098	2038
15-Aug	-35	-35	2108	2115	2051
15-Sep	-38	-38	2127	2134	2071

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/05/2019	6.90	14453.05	4.18	45.34	69.64	4.08	98.03	63.10

Edible Oil Prices at Key Market:

Commodity	Centre	Prices (Per 10 Kg)		Change
		20-May-19	18-May-19	
Refined Soybean Oil	Indore	762	765	-3
	Indore (Soy Solvent Crude)	732	735	-3
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	710	715	-5
	Kandla/Mundra	750	750	Unch
	Kandla/Mundra (Soy Degum)	725	728	-3
	Kolkata	770	770	Unch
	Delhi	798	798	Unch
	Nagpur	749	756	-7
	Rajkot	750	740	10
	Kota	760	760	Unch

	Hyderabad	755	755	Unch
	Akola	750	756	-6
	Amrawati	750	755	-5
	Bundi	765	765	Unch
	Jalna	752	756	-4
	Solapur	752	756	-4
	Dhule	753	758	-5
Palm Oil*	Kandla (Crude Palm Oil)	555	561	-5
	Kandla (RBD Palm oil)	588	593	-5
	Kandla RBD Pamolein	625	625	Unch
	Kakinada (Crude Palm Oil)	517	525	-8
	Kakinada RBD Pamolein	620	622	-2
	Haldia Pamolein	627	630	-3
	Chennai RBD Pamolein	616	622	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	685	688	-3
	KPT (krishna patnam) Pamolein	609	611	-2
	Mumbai RBD Pamolein	635	635	Unch
	Mangalore RBD Pamolein	625	625	Unch
	Tuticorin (RBD Palmolein)	614	617	-3
	Delhi	655	661	-6
	Rajkot	614	620	-5
	Hyderabad	600	600	Unch
	PFAD (Kandla)	357	357	Unch
	Refined Palm Stearin (Kandla)	517	525	-8
	Superolien (Kandla)	667	667	Unch
	Superolien (Mumbai)	677	677	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	770	775	-5
	Mumbai	785	780	5
	Mumbai (Expeller Oil)	735	735	Unch
	Kandla (Ref.)	775	770	5
	Hyderabad (Ref)	790	790	Unch
	Latur (Expeller Oil)	780	770	10
	Chellakere (Expeller Oil)	720	720	Unch
	Erode (Expeller Oil)	810	810	Unch
Groundnut Oil	Rajkot	1060	1025	35
	Chennai	1080	1090	-10
	Delhi	1050	980	70
	Hyderabad *	1100	1100	Unch
	Mumbai	1070	1080	-10

	Gondal	1000	1000	Unch
	Jamnagar	1025	1025	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	768	765	3
	Jaipur (Kacchi Ghani Oil)	789	789	Unch
	Kota (Expeller Oil)	765	765	Unch
	Kota (Kacchi Ghani Oil)	780	780	Unch
	Neewai (Expeller Oil)	760	760	Unch
	Neewai (Kacchi Ghani Oil)	777	777	Unch
	Bharatpur (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar (Exp Oil)	750	755	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	780	785	-5
	Mumbai (Expeller Oil)	775	775	Unch
	Kolkata (Expeller Oil)	900	880	20
	New Delhi (Expeller Oil)	792	787	5
	Hapur (Expeller Oil)	865	855	10
	Hapur (Kacchi Ghani Oil)	900	890	10
	Agra (Kacchi Ghani Oil)	805	805	Unch
Refined Cottonseed Oil	Rajkot	745	745	Unch
	Hyderabad	722	722	Unch
	Mumbai	765	760	5
	New Delhi	722	722	Unch
Coconut Oil	Kangayan (Crude)	1250	1250	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	592	595	-3
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	520	Closed	-
	CNF India	553	550	3
Indonesia CPO USD/MT	FOB	475	Closed	-
	CNF India	513	510	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	515	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	475	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	670	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	415	Closed	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	650	-
Ukraine Origin CSFO USD/MT Kandla	CIF	750	755	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	730	740	-10
Argentina FOB (\$/MT)		20-May-19	18-May-19	Change
Crude Soybean Oil Ship		638	Closed	-
Refined Soy Oil (Bulk) Ship		660	Closed	-
Sunflower Oil Ship		670	Closed	-
Cottonseed Oil Ship		618	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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