

Domestic Fundamentals:

- Mostly Steady to weak tone witnessed in Edible oils complex on Wednesday.
- Soy oil Palm oil domestic future prices declined on demand prospects. CBOT Soyoil & BMD CPO prices closed on lower side after sellers' interests on Wednesday.
- Palm oil prices are expected to move in steady to weak on higher stocks availability in Malaysia. Appreciation of Ringgit and fall in crude oil prices will also weaken Palm oil prices.
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 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 weak sentiment in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jun-19	-0.10	740.50	743.35	739.60	741.50	7740	-2,120	40720	-1330
Jul-19	+0.60	725.45	728.85	724.10	727.40	5060	680	24550	840
Prices & Vol-OI are at 5:30 PM									

Spread	Jun-19	Jul-19
Spot	16.5	
Jun-19		31
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	-5.40	519.90	520.80	513.00	514	596	-332	3031	8
June-19	-5.50	522.00	523.40	516.50	517.50	1098	-317	4153	268

Spread	May-19	June-19
Spot	37	
May-19		34
June-19		

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

Contract	+/-	Open	High	Low	Close
15-Jul	-0.36	27.53	27.79	27.1	27.14
15-Aug	-0.37	27.69	27.81	27.23	27.26
15-Sep	-0.37	27.82	27.91	27.36	27.4
15-Oct	-0.36	28	28.05	27.5	27.54
15-Dec	-0.39	28.31	28.43	27.81	27.84

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jun	-33	2057	2060	2016	2008
15-Jul	-33	2092	2098	2038	2041
15-Aug	-35	2108	2115	2051	2057
15-Sep	-38	2127	2134	2071	2074

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
22/05/2019	6.90	14518.03	4.18	44.72	69.70	4.02	98.03	2.99

Edible Oil Prices at Key Market:

Commodity	Centre	Prices (Per 10 Kg)		Change
		22-May-19	21-May-19	
Refined Soybean Oil	Indore	758	762	-4
	Indore (Soy Solvent Crude)	727	732	-5
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	705	710	-5
	Kandla/Mundra	750	750	Unch
	Kandla/Mundra (Soy Degum)	722	725	-3
	Kolkata	770	770	Unch
	Delhi	796	798	-2
	Nagpur	749	749	Unch
	Rajkot	740	750	-10
	Kota	760	760	Unch

	Hyderabad	755	755	Unch
	Akola	750	750	Unch
	Amrawati	750	750	Unch
	Bundi	765	765	Unch
	Jalna	752	752	Unch
	Solapur	752	752	Unch
	Dhule	753	753	Unch
Palm Oil*	Kandla (Crude Palm Oil)	551	555	-4
	Kandla (RBD Palm oil)	583	588	-5
	Kandla RBD Pamolein	617	625	-7
	Kakinada (Crude Palm Oil)	525	517	8
	Kakinada RBD Pamolein	617	620	-2
	Haldia Pamolein	625	627	-2
	Chennai RBD Pamolein	614	616	-2
	Chennai RBD Pamolein (Vitamin A&D Fortified)	681	685	-3
	KPT (krishna patnam) Pamolein	609	609	Unch
	Mumbai RBD Pamolein	635	635	Unch
	Mangalore RBD Pamolein	620	625	-5
	Tuticorin (RBD Palmolein)	614	614	Unch
	Delhi	650	655	-5
	Rajkot	609	614	-5
	Hyderabad	598	600	-2
	PFAD (Kandla)	357	357	Unch
	Refined Palm Stearin (Kandla)	525	517	8
	Superolien (Kandla)	667	667	Unch
	Superolien (Mumbai)	672	677	-5
* inclusive of GST				
Refined Sunflower Oil	Chennai	775	770	5
	Mumbai	785	785	Unch
	Mumbai (Expeller Oil)	735	735	Unch
	Kandla (Ref.)	775	775	Unch
	Hyderabad (Ref)	790	790	Unch
	Latur (Expeller Oil)	790	780	10
	Chellakere (Expeller Oil)	730	720	10
	Erode (Expeller Oil)	820	810	10
Groundnut Oil	Rajkot	1030	1060	-30
	Chennai	1080	1080	Unch
	Delhi	1050	1050	Unch
	Hyderabad *	1100	1100	Unch
	Mumbai	1050	1070	-20

	Gondal	990	1000	-10
	Jamnagar	1025	1025	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	765	768	-3
	Jaipur (Kacchi Ghani Oil)	794	789	5
	Kota (Expeller Oil)	775	765	10
	Kota (Kacchi Ghani Oil)	780	780	Unch
	Neewai (Expeller Oil)	760	760	Unch
	Neewai (Kacchi Ghani Oil)	777	777	Unch
	Bharatpur (Kacchi Ghani Oil)	810	800	10
	Sri-Ganga Nagar (Exp Oil)	750	750	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	780	780	Unch
	Mumbai (Expeller Oil)	775	775	Unch
	Kolkata (Expeller Oil)	900	900	Unch
	New Delhi (Expeller Oil)	800	792	8
	Hapur (Expeller Oil)	865	865	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
	Agra (Kacchi Ghani Oil)	815	805	10
Refined Cottonseed Oil	Rajkot	745	745	Unch
	Hyderabad	722	722	Unch
	Mumbai	752	765	-13
	New Delhi	715	722	-7
Coconut Oil	Kangayan (Crude)	1260	1250	10
	Cochin	1450	1450	Unch
Sesame Oil	New Delhi	1650	1750	-100
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	592	592	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	518	520	-2
	CNF India	543	553	-10
Indonesia CPO USD/MT	FOB	473	475	-2
	CNF India	503	513	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	515	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	475	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	670	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	415	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	650	-
Ukraine Origin CSFO USD/MT Kandla	CIF	750	750	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	733	730	3
Argentina FOB (\$/MT)		21-May-19	20-May-19	Change
Crude Soybean Oil Ship		631	638	-7
Refined Soy Oil (Bulk) Ship		653	660	-7
Sunflower Oil Ship		670	670	Unch
Cottonseed Oil Ship		611	618	-7
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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