

Domestic Fundamentals:

- Mostly firm trends are seen in edible oil complex on good buying activities on Tuesday.
- Soy oil future prices and Palm oil prices improved amid buyers' interests at exchange. CBOT Soyoil prices & BMD CPO prices closed on higher side on firm global sentiments on Tuesday.
- 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 25 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 1-25 palm oil exports rose 8.5 percent to 1387062 tons compared to 1278060 tons in corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's May 1-25 palm oil exports rose 15.6 percent to 1397,359 tons compared to 1208,775 tons in corresponding period last month. Top buyers were European Union 321,970 tons (205,760 tons), India & subcontinent 492,736 tons (437,300 tons) and China at 106,690 tons (157,825 tons). Values in brackets are figures in corresponding period of last month.

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

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jun-19	+3.55	747.05	752.15	748.50	750.60	10750	2,270	33620	-2240
Jul-19	+3.60	730.40	735.40	732.20	734.00	9070	4,240	32700	1380
Prices & Vol-OI are at 5:30 PM									

Spread	Jun-19	Jul-19
Spot	9.4	
Jun-19		26
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	+4.00	512.00	514.60	511.70	514.00	469	1942	469	-1,746
June-19	+4.60	514.60	518.90	514.60	518.30	758	4803	758	-3,867

Spread	May-19	June-19
Spot	31	
May-19		27
June-19		

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

Contract	+/-	Open	High	Low	Close
15-Jul	0.23	26.93	27.17	26.79	27.01
15-Aug	0.23	26.99	27.29	26.93	27.14
15-Sep	0.22	27.17	27.43	27.07	27.27
15-Oct	0.22	27.26	27.54	27.21	27.41
15-Dec	0.22	27.61	27.86	27.5	27.72

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jun	30	2018	1995	2020	1995
15-Jul	34	2050	2028	2054	2019
15-Aug	41	2066	2036	2069	2029
15-Sep	40	2080	2051	2081	2043

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/05/2019	6.89	14387.73	4.18	44.87	69.58	4.02	97.83	58.63

Edible Oil Prices at Key Market:

Commodity	Centre	Prices (Per 10 Kg)		Change
		27-May-19	26-May-19	
Refined Soybean Oil	Indore	760	760	Unch
	Indore (Soy Solvent Crude)	725	728	-3
	Mumbai	750	745	5
	Mumbai (Soy Degum)	712	710	2
	Kandla/Mundra	750	745	5
	Kandla/Mundra (Soy Degum)	725	722	3
	Kolkata	770	760	10
	Delhi	800	796	4
	Nagpur	757	753	4
	Rajkot	750	745	5
	Kota	760	760	Unch

	Hyderabad	750	750	Unch
	Akola	753	753	Unch
	Amrawati	757	754	3
	Bundi	765	765	Unch
	Jalna	757	753	4
	Solapur	757	754	3
	Dhule	756	751	5
Palm Oil*	Kandla (Crude Palm Oil)	545	539	6
	Kandla (RBD Palm oil)	578	578	Unch
	Kandla RBD Pamolein	614	614	Unch
	Kakinada (Crude Palm Oil)	515	519	-4
	Kakinada RBD Pamolein	614	611	3
	Haldia Pamolein	620	620	Unch
	Chennai RBD Pamolein	609	614	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	676	677	-1
	KPT (krishna patnam) Pamolein	604	599	5
	Mumbai RBD Pamolein	630	625	5
	Mangalore RBD Pamolein	614	617	-3
	Tuticorin (RBD Palmolein)	609	609	Unch
	Delhi	650	644	6
	Rajkot	609	609	Unch
	Hyderabad	589	595	-6
	PFAD (Kandla)	347	352	-5
	Refined Palm Stearin (Kandla)	515	519	-4
	Superolien (Kandla)	662	656	5
	Superolien (Mumbai)	667	662	5
* inclusive of GST				
Refined Sunflower Oil	Chennai	770	770	Unch
	Mumbai	785	790	-5
	Mumbai (Expeller Oil)	735	735	Unch
	Kandla (Ref.)	775	775	Unch
	Hyderabad (Ref)	780	785	-5
	Latur (Expeller Oil)	765	765	Unch
	Chellakere (Expeller Oil)	725	725	Unch
	Erode (Expeller Oil)	810	810	Unch
Groundnut Oil	Rajkot	1025	1000	25
	Chennai	1050	1050	Unch
	Delhi	1050	1050	Unch
	Hyderabad *	1100	1100	Unch
	Mumbai	1035	1050	-15

	Gondal	975	975	Unch
	Jamnagar	1025	1020	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	780	5
	Jaipur (Kacchi Ghani Oil)	808	807	1
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	805	790	15
	Neewai (Expeller Oil)	785	785	Unch
	Neewai (Kacchi Ghani Oil)	796	796	Unch
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Sri-Ganga Nagar (Exp Oil)	780	765	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	795	5
	Mumbai (Expeller Oil)	775	780	-5
	Kolkata (Expeller Oil)	890	890	Unch
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	875	870	5
	Hapur (Kacchi Ghani Oil)	910	905	5
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	745	750	-5
	Hyderabad	712	717	-5
	Mumbai	756	760	-4
	New Delhi	713	713	Unch
Coconut Oil	Kangayan (Crude)	1250	1250	Unch
	Cochin	1450	1450	Unch
Sesame Oil	New Delhi	1550	1550	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	590	590	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	513	513	Unch
	CNF India	540	535	5
Indonesia CPO USD/MT	FOB	468	465	3
	CNF India	495	485	10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	508	508	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	470	473	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	660	660	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	405	408	-3

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	635	-
Ukraine Origin CSFO USD/MT Kandla	CIF	749	748	1
Rapeseed Oil Rotterdam Euro/MT	FOB	738	740	-2
Argentina FOB (\$/MT)		27-May-19	27-May-19	Change
Crude Soybean Oil Ship		640	640	Unch
Refined Soy Oil (Bulk) Ship		662	662	Unch
Sunflower Oil Ship		680	680	Unch
Cottonseed Oil Ship		620	620	Unch
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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