

Domestic Fundamentals:

- Mixed trends are extended in edible oil complex on mixed sentiments on Friday.
- Soy oil & Palm oil future prices decreased as speculators have cut their long positions. CBOT Soy oil prices and BMD prices rose on improved global sentiments on Friday.
- Palm oil prices are expected to move in steady to firm tone on improved demand. However, higher stocks availability in Malaysia may curb any major rally. Appreciation of Ringgit and fall in crude oil prices may 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 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 at 4.19/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	-3.25	756.00	757.55	747.80	753.80	7300	1,250	24280	-2710
Jul-19	-3.90	739.60	743.00	737.10	739.00	7020	-530	41500	1510
Prices & Vol-OI are at 5:30 PM									

Spread	Jun-19	Jul-19
Spot	11.2	
Jun-19		26
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	-1.20	519.40	519.40	518.00	518.30	909	1942	651	-806
June-19	-3.40	522.50	523.10	517.10	519.00	1422	4803	5618	387

Spread	May-19	June-19
Spot	27	
May-19		26
June-19		

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

Contract	+/-	Open	High	Low	Close
15-Jul	0.05	27.89	27.92	27.42	27.78
15-Aug	0.06	27.95	28.02	27.54	27.9
15-Sep	0.06	28.02	28.11	27.65	28.01
15-Oct	0.07	28.09	28.25	27.79	28.15
15-Dec	0.08	28.5	28.54	28.08	28.46

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jun	13	2013	2033	2012	2030
15-Jul	-14	2063	2075	2050	2054
15-Aug	-13	2083	2093	2065	2069
15-Sep	-14	2098	2109	2080	2083

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
31/05/2019	6.90	14294.01	4.19	44.55	69.74	3.98	98.01	56.59

Edible Oil Prices at Key Market:

Commodity	Centre	Prices (Per 10 Kg)		Change
		31-May-19	30-May-19	
Refined Soybean Oil	Indore	768	765	3
	Indore (Soy Solvent Crude)	735	732	3
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	722	722	Unch
	Kandla/Mundra	750	750	Unch
	Kandla/Mundra (Soy Degum)	735	732	3
	Kolkata	760	760	Unch
	Delhi	807	807	Unch
	Nagpur	756	758	-2
	Rajkot	750	750	Unch
	Kota	765	760	5

	Hyderabad	755	755	Unch
	Akola	755	758	-3
	Amrawati	755	757	-2
	Bundi	770	765	5
	Jalna	756	759	-3
	Solapur	756	758	-2
	Dhule	763	764	-1
Palm Oil*	Kandla (Crude Palm Oil)	553	553	Unch
	Kandla (RBD Palm oil)	583	583	Unch
	Kandla RBD Pamolein	620	620	Unch
	Kakinada (Crude Palm Oil)	520	520	Unch
	Kakinada RBD Pamolein	614	614	Unch
	Haldia Pamolein	622	622	Unch
	Chennai RBD Pamolein	614	614	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	681	681	Unch
	KPT (krishna patnam) Pamolein	609	609	Unch
	Mumbai RBD Pamolein	630	630	Unch
	Mangalore RBD Pamolein	620	620	Unch
	Tuticorin (RBD Palmolein)	617	617	Unch
	Delhi	650	655	-5
	Rajkot	614	614	Unch
	Hyderabad	589	589	Unch
	PFAD (Kandla)	347	347	Unch
	Refined Palm Stearin (Kandla)	520	520	Unch
	Superolien (Kandla)	662	662	Unch
	Superolien (Mumbai)	672	672	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	780	780	Unch
	Mumbai	785	785	Unch
	Mumbai (Expeller Oil)	745	745	Unch
	Kandla (Ref.)	775	775	Unch
	Hyderabad (Ref)	790	795	-5
	Latur (Expeller Oil)	765	765	Unch
	Chellakere (Expeller Oil)	725	725	Unch
	Erode (Expeller Oil)	810	810	Unch
Groundnut Oil	Rajkot	1000	1030	-30
	Chennai	1030	1030	Unch
	Delhi	1050	1050	Unch
	Hyderabad *	1050	1080	-30
	Mumbai	1020	1020	Unch

	Gondal	950	970	-20
	Jamnagar	1000	1010	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	785	5
	Jaipur (Kacchi Ghani Oil)	813	812	1
	Kota (Expeller Oil)	785	780	5
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	790	785	5
	Neewai (Kacchi Ghani Oil)	800	796	4
	Bharatpur (Kacchi Ghani Oil)	825	825	Unch
	Sri-Ganga Nagar (Exp Oil)	780	780	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	775	775	Unch
	Kolkata (Expeller Oil)	890	890	Unch
	New Delhi (Expeller Oil)	803	800	3
	Hapur (Expeller Oil)	865	857	8
	Hapur (Kacchi Ghani Oil)	900	892	8
	Agra (Kacchi Ghani Oil)	830	830	Unch
Refined Cottonseed Oil	Rajkot	765	765	Unch
	Hyderabad	722	722	Unch
	Mumbai	760	760	Unch
	New Delhi	725	730	-5
Coconut Oil	Kangayan (Crude)	1250	1250	Unch
	Cochin	1450	1450	Unch
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	588	590	-2
Rice Bran Oil (4%)	Punjab	610	610	Unch
Malaysia Palmolein USD/MT	FOB	523	523	Unch
	CNF India	545	550	-5
Indonesia CPO USD/MT	FOB	480	480	Unch
	CNF India	505	503	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	517	518	-1
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	478	478	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	655	655	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	405	405	Unch

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	640	-
Ukraine Origin CSFO USD/MT Kandla	CIF	760	760	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	740	Unq	-
Argentina FOB (\$/MT)		30-May-19	29-May-19	Change
Crude Soybean Oil Ship		658	658	Unch
Refined Soy Oil (Bulk) Ship		681	681	Unch
Sunflower Oil Ship		680	680	Unch
Cottonseed Oil Ship		638	638	Unch
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
<i>* indicates including GST</i>				

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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