

Domestic Fundamentals:

- Steady to weak tone witnessed in edible oil complex on dull trading activities on Saturday.
- 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 weak tone on less demand. 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 Société 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 weak tone 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	768	Unch
	Indore (Soy Solvent Crude)	735	735	Unch
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	725	722	3
	Kandla/Mundra	750	750	Unch
	Kandla/Mundra (Soy Degum)	730	735	-5
	Kolkata	760	760	Unch
	Delhi	807	807	Unch
	Nagpur	756	756	Unch
	Rajkot	750	750	Unch
	Kota	765	765	Unch

	Hyderabad	760	755	5
	Akola	754	755	-1
	Amrawati	754	755	-1
	Bundi	770	770	Unch
	Jalna	753	756	-3
	Solapur	756	756	Unch
	Dhule	763	763	Unch
Palm Oil*	Kandla (Crude Palm Oil)	550	553	-3
	Kandla (RBD Palm oil)	583	583	Unch
	Kandla RBD Pamolein	614	620	-5
	Kakinada (Crude Palm Oil)	525	520	5
	Kakinada RBD Pamolein	609	614	-5
	Haldia Pamolein	620	622	-2
	Chennai RBD Pamolein	612	614	-2
	Chennai RBD Pamolein (Vitamin A&D Fortified)	678	681	-3
	KPT (krishna patnam) Pamolein	604	609	-5
	Mumbai RBD Pamolein	630	630	Unch
	Mangalore RBD Pamolein	616	620	-3
	Tuticorin (RBD Palmolein)	617	617	Unch
	Delhi	650	650	Unch
	Rajkot	609	614	-5
	Hyderabad	592	589	3
	PFAD (Kandla)	347	347	Unch
	Refined Palm Stearin (Kandla)	525	520	5
	Superolien (Kandla)	662	662	Unch
	Superolien (Mumbai)	667	672	-5
* 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)	795	790	5
	Latur (Expeller Oil)	775	765	10
	Chellakere (Expeller Oil)	732	725	7
	Erode (Expeller Oil)	820	810	10
Groundnut Oil	Rajkot	1000	1000	Unch
	Chennai	1030	1030	Unch
	Delhi	1050	1050	Unch
	Hyderabad *	1040	1050	-10
	Mumbai	1020	1020	Unch

	Gondal	970	950	20
	Jamnagar	1010	1000	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	790	Unch
	Jaipur (Kacchi Ghani Oil)	813	813	Unch
	Kota (Expeller Oil)	785	785	Unch
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	790	790	Unch
	Neewai (Kacchi Ghani Oil)	800	800	Unch
	Bharatpur (Kacchi Ghani Oil)	815	820	-5
	Sri-Ganga Nagar (Exp Oil)	780	780	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	785	775	10
	Kolkata (Expeller Oil)	890	890	Unch
	New Delhi (Expeller Oil)	803	803	Unch
	Hapur (Expeller Oil)	850	865	-15
	Hapur (Kacchi Ghani Oil)	885	900	-15
	Agra (Kacchi Ghani Oil)	820	825	-5
Refined Cottonseed Oil	Rajkot	745	765	-20
	Hyderabad	715	722	-7
	Mumbai	760	760	Unch
	New Delhi	725	725	Unch
Coconut Oil	Kangayan (Crude)	1240	1250	-10
	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	588	Unch
Rice Bran Oil (4%)	Punjab	610	610	Unch
Malaysia Palmolein USD/MT	FOB	520	523	-3
	CNF India	545	545	Unch
Indonesia CPO USD/MT	FOB	478	480	-2
	CNF India	500	505	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	517	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	478	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	655	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	405	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	640	-
Ukraine Origin CSFO USD/MT Kandla	CIF	763	760	3
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	740	-
Argentina FOB (\$/MT)		31-May-19	30-May-19	Change
Crude Soybean Oil Ship		657	658	-1
Refined Soy Oil (Bulk) Ship		680	681	-1
Sunflower Oil Ship		680	680	Unch
Cottonseed Oil Ship		637	638	-1
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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