

Domestic Fundamentals:

- Steady to weak tone witnessed in edible oil complex on dull trading activities on Monday.
- Soy oil & Palm oil future prices decreased as speculators have cut their long positions. CBOT Soy oil prices increased while BMD prices declined on improved global sentiments on Monday.
- 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. Depreciation of Ringgit may support Palm prices however fall in crude oil prices may 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 has 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 depreciated below at 4.17/USD leading to higher demand of palm oil compared to competitive oils.
- Fall in crude oil prices will curb any major hike in Palm 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	-5.30	751.35	753.80	750.00	750.00	6490	440	22850	-4140
Jul-19	-4.05	739.40	740.55	736.55	736.80	4440	-3,110	41490	1500
Prices & Vol-OI are at 5:30 PM									

Spread	Jun-19	Jul-19
Spot	18	
Jun-19		31
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	-8.10	517.10	517.20	511.10	511.20	1796	1942	5488	4,031
June-19	-9.10	520.10	520.60	513.90	513.90	570	4803	1081	-4,150

Spread
May-19
June-19
Spot
34
May-19
31
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	-27	2013	2030	2003	1994
15-Jul	-38	2038	2040	2016	2018
15-Aug	-43	2053	2055	2026	2028
15-Sep	-43	2071	2071	2040	2040

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
3/06/2019	6.90	14247.99	4.17	45.00	69.16	3.89	97.48	53.50

Edible Oil Prices at Key Market:

Commodity	Centre	Prices (Per 10 Kg)		Change
		31-May-19	30-May-19	
Refined Soybean Oil	Indore	763	768	-5
	Indore (Soy Solvent Crude)	730	735	-5
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	725	725	Unch
	Kandla/Mundra	750	750	Unch
	Kandla/Mundra (Soy Degum)	732	730	2
	Kolkata	760	760	Unch
	Delhi	800	807	-7
	Nagpur	753	756	-3
	Rajkot	745	750	-5
	Kota	765	765	Unch

	Hyderabad	760	760	Unch
	Akola	754	754	Unch
	Amrawati	755	754	1
	Bundi	770	770	Unch
	Jalna	754	753	1
	Solapur	755	756	-1
	Dhule	759	763	-4
Palm Oil*	Kandla (Crude Palm Oil)	542	542	Unch
	Kandla (RBD Palm oil)	583	583	Unch
	Kandla RBD Pamolein	614	614	Unch
	Kakinada (Crude Palm Oil)	515	525	-11
	Kakinada RBD Pamolein	609	609	Unch
	Haldia Pamolein	620	620	Unch
	Chennai RBD Pamolein	612	612	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	678	678	Unch
	KPT (krishna patnam) Pamolein	604	604	Unch
	Mumbai RBD Pamolein	630	630	Unch
	Mangalore RBD Pamolein	616	616	Unch
	Tuticorin (RBD Palmolein)	617	617	Unch
	Delhi	650	650	Unch
	Rajkot	604	609	-5
	Hyderabad	592	592	Unch
	PFAD (Kandla)	347	347	Unch
	Refined Palm Stearin (Kandla)	515	525	-11
	Superolien (Kandla)	662	662	Unch
	Superolien (Mumbai)	667	667	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)	795	795	Unch
	Latur (Expeller Oil)	775	775	Unch
	Chellakere (Expeller Oil)	732	732	Unch
	Erode (Expeller Oil)	820	820	Unch
Groundnut Oil	Rajkot	990	1000	-10
	Chennai	1080	1030	50
	Delhi	1050	1050	Unch
	Hyderabad *	1040	1040	Unch
	Mumbai	1020	1020	Unch

	Gondal	970	970	Unch
	Jamnagar	1010	1010	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	790	Unch
	Jaipur (Kacchi Ghani Oil)	806	813	-7
	Kota (Expeller Oil)	780	785	-5
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	790	790	Unch
	Neewai (Kacchi Ghani Oil)	800	800	Unch
	Bharatpur (Kacchi Ghani Oil)	810	815	-5
	Sri-Ganga Nagar (Exp Oil)	780	780	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	785	785	Unch
	Kolkata (Expeller Oil)	890	890	Unch
	New Delhi (Expeller Oil)	800	803	-3
	Hapur (Expeller Oil)	850	850	Unch
	Hapur (Kacchi Ghani Oil)	885	885	Unch
	Agra (Kacchi Ghani Oil)	815	820	-5
Refined Cottonseed Oil	Rajkot	740	745	-5
	Hyderabad	715	715	Unch
	Mumbai	760	760	Unch
	New Delhi	715	725	-10
Coconut Oil	Kangayan (Crude)	1240	1240	Unch
	Cochin	1450	1450	Unch
Sesame Oil	New Delhi	1400	1450	-50
	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	520	Unch
	CNF India	543	545	-2
Indonesia CPO USD/MT	FOB	478	478	Unch
	CNF India	500	500	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	515	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	478	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	655	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	405	Closed	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	763	763	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	729	Closed	-
Argentina FOB (\$/MT)		1-Jun-19	31-May-19	Change
Crude Soybean Oil Ship		Closed	657	-
Refined Soy Oil (Bulk) Ship		Closed	680	-
Sunflower Oil Ship		Closed	680	-
Cottonseed Oil Ship		Closed	637	-
Refined Linseed Oil (Bulk) Ship		Closed	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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