

Domestic Fundamentals:

- Mixed trends are seen in edible oil complex due to mixed sentiments on Tuesday.
- Soy oil future prices declined however Palm oil future prices increased as speculators have increased their long positions. CBOT Soy oil prices increased while BMD prices declined on Tuesday.
- Palm oil prices are expected to move in steady to firm tone on improved demand. Lower stocks availability in Malaysia may support palm oil prices in future. Depreciation of Ringgit may support Palm prices however fall in crude oil prices may weaken Palm oil prices.
- Palm oil production fell in Malaysia in May as continued elevated production continued in May in Malaysia. Production is expected to fall for next one month 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 firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jun-19	-1.95	752.00	752.60	747.40	748.40	7020	530	21860	-990
Jul-19	-1.85	738.00	739.55	734.00	735.05	7450	3,010	41960	470
Prices & Vol-OI are at 5:30 PM									

Spread	Jun-19	Jul-19
Spot	14.6	
Jun-19		28
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-19	+3.80	514.00	516.40	512.10	515.70	920	1942	5197	-291
June-19	+3.90	516.00	518.50	514.40	518.50	313	4803	1173	92

Spread
May-19
June-19
Spot
26
May-19
24
June-19
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jul	-0.25	27.59	27.59	27.01	27.34
15-Aug	-0.24	27.72	27.72	27.16	27.48
15-Sep	-0.23	27.85	27.85	27.3	27.62
15-Oct	-0.23	27.91	27.96	27.44	27.76
15-Dec	-0.24	28.24	28.31	27.74	28.07

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jun	36	2030	2030	2030	1994
15-Jul	26	2030	2049	2030	2018
15-Aug	27	2037	2061	2032	2028
15-Sep	24	2050	2069	2045	2040

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/06/2019	6.90	14256.71	4.16	44.69	69.33	3.85	97.27	53.25

Edible Oil Prices at Key Market:

Commodity	Centre	Prices (Per 10 Kg)		Change
		4-June-19	3-June-19	
Refined Soybean Oil	Indore	765	763	2
	Indore (Soy Solvent Crude)	728	730	-2
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	715	725	-10
	Kandla/Mundra	745	750	-5
	Kandla/Mundra (Soy Degum)	733	732	1
	Kolkata	760	760	Unch
	Delhi	802	800	2
	Nagpur	754	753	1
	Rajkot	745	745	Unch

	Kota	765	765	Unch
	Hyderabad	760	760	Unch
	Akola	755	754	1
	Amrawati	755	755	Unch
	Bundi	770	770	Unch
	Jalna	754	754	Unch
	Solapur	755	755	Unch
	Dhule	759	759	Unch
Palm Oil*	Kandla (Crude Palm Oil)	534	542	-7
	Kandla (RBD Palm oil)	578	583	-5
	Kandla RBD Pamolein	607	614	-7
	Kakinada (Crude Palm Oil)	515	515	Unch
	Kakinada RBD Pamolein	606	609	-3
	Haldia Pamolein	616	620	-3
	Chennai RBD Pamolein	609	612	-3
	Chennai RBD Pamolein (Vitamin A&D Fortified)	676	678	-2
	KPT (krishna patnam) Pamolein	599	604	-5
	Mumbai RBD Pamolein	625	630	-5
	Mangalore RBD Pamolein	612	616	-4
	Tuticorin (RBD Palmolein)	610	617	-7
	Delhi	651	650	1
	Rajkot	609	604	5
	Hyderabad	592	592	Unch
	PFAD (Kandla)	347	347	Unch
	Refined Palm Stearin (Kandla)	515	515	Unch
	Superolien (Kandla)	656	662	-5
	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	990	Unch
	Chennai	1030	1030	Unch
	Delhi	1000	1050	-50
	Hyderabad *	1040	1040	Unch

	Mumbai	1020	1020	Unch
	Gondal	970	970	Unch
	Jamnagar	1010	1010	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	790	-5
	Jaipur (Kacchi Ghani Oil)	798	806	-8
	Kota (Expeller Oil)	775	780	-5
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	770	790	-20
	Neewai (Kacchi Ghani Oil)	790	800	-10
	Bharatpur (Kacchi Ghani Oil)	810	810	Unch
	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)	802	800	2
	Hapur (Expeller Oil)	850	850	Unch
	Hapur (Kacchi Ghani Oil)	885	885	Unch
	Agra (Kacchi Ghani Oil)	815	815	Unch
Refined Cottonseed Oil	Rajkot	750	740	10
	Hyderabad	715	715	Unch
	Mumbai	755	760	-5
	New Delhi	715	715	Unch
Coconut Oil	Kangayan (Crude)	1240	1240	Unch
	Cochin	1400	1450	-50
Sesame Oil	New Delhi	1300	1400	-100
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	588	588	Unch
Rice Bran Oil (4%)	Punjab	620	610	10
Malaysia Palmolein USD/MT	FOB	518	520	-2
	CNF India	545	543	2
Indonesia CPO USD/MT	FOB	475	478	-3
	CNF India	498	500	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	513	515	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	478	478	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	650	655	-5

Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	405	405	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	630	-
Ukraine Origin CSFO USD/MT Kandla	CIF	763	763	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	729	-
Argentina FOB (\$/MT)		3-Jun-19	1-Jun-19	Change
Crude Soybean Oil Ship		652	Closed	-
Refined Soy Oil (Bulk) Ship		675	Closed	-
Sunflower Oil Ship		680	Closed	-
Cottonseed Oil Ship		632	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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