

Domestic Fundamentals:

- Edible oils complex featured mixed sentiment at various market centers on Wednesday.
- Soy oil and palm oil domestic future prices fell on weak demand prospects. BMD palm oil futures rose on falling global supply prospects. While CBOT Soy oil prices rose on soybean crop worries in US and US-China trade optimism.
- Palm oil prices are expected to be supported by expectation of fall in end stocks of palm oil in Malaysia in coming months, fall in exports of palm oil from Malaysia and expectation of rise in production of palm oil in Malaysia. Palm oil end stocks in Malaysia is expected to fall in Malaysia in June due to fall in production of palm oil in Malaysia despite fall in exports of palm oil from the country.
Production of palm oil is expected to fall on seasonal downtrend of production. Data from Malaysia's Southern Peninsular Palm Oil Millers Association showed more than 30 percent fall in production in June indicating that there is major slowdown in production of palm oil. Part of the problem lies in labor shortage due to Ramadan holidays. However, production will pick up once the labor shortage is over in July.
Exports are expected to fall in June on weak demand from India, EU and China.
Demand from India is expected to weaken due to rise in stocks of palm oil at Indian ports in the country, severe summer and lack of fresh demand triggers. Weak monsoon in India will adversely affect demand going ahead. However, if monsoon remains weak then import demand from India will pick up draining palm oil stock in Malaysia.
Demand from China is expected to seasonally remain low. However, demand may firm at lower prices.
- Soy oil international prices are expected to be supported by slow rate of planting of soybean in US and lower soy oil stocks in US. However, higher crop estimate of soybean in Brazil and Argentina and weak demand of soybean from China and weak crude oil prices.
Planting of soybean in US is progressing slower than expected due to weather related disturbances and crop condition is weaker than market expectation. This will lower soybean crop in US and support soybean complex prices.
Soy oil stocks fell in US in March as reported by NOPA on lower crush of soybean and higher domestic disappearance of soy oil in the country which will support soy oil prices.
Soy oil demand in India will fall if monsoon remains weak. However, due to weak monsoon import demand will firm up.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's June 1-15 palm oil exports fell 15.3 percent to 655,777 tons compared from 773,917 tons in the corresponding period last month. Top buyers were India at 143,084 tons (202,466 tons), European Union 123,200 tons (176,310 tons), China at 88,800 tons (65,670 tons), United States at 71,280 tons (103,620 tons) and Pakistan at 0 tons (30,800 tons). Values in brackets are figures of corresponding period last month.
- According to National Oilseed Processors Association (NOPA), U.S. May soybean crush fell by 3.25 percent to 154.796 million bushels from 159.990 million bushels in April 2019. Crush of soybean in May was lower by 5.37 percent compared to May 2018 figure of 163.572 million bushels. Soy oil stocks in U.S. at the end of May fell 11.53 percent to 1.581 billion lbs compared to 1.787 billion lbs in end Apr 2019. Stocks of soy oil in end May was lower by 14.82 percent compared to end May 2018, which was reported at 1.856 million lbs. Soybean crush and soy oil stocks was below trade expectation.

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	-1.20	760.85	761.50	759.55	760.00	1,000	-1600	7140	-1000
Jul-19	-4.90	742.15	742.20	738.10	738.50	13,190	5460	47080	-1700
Prices & Vol-OI are at 5:30 PM									

Spread	Jun-19	Jul-19
Spot	5.00	26.50
Jun-19		-21.50
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-19	-1.20	517.00	517.30	513.30	515.80	433	-647	3014	-103
July-19	-0.80	517.20	519.60	515.50	518.50	425	-708	3059	92

Spread	June-19	July-19
Spot	-1.8	-4.5
June-19		2.7
July-19		

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

Contract	+/-	Open	High	Low	Close
15-Jul	0.11	28.36	28.48	28.16	28.44
15-Aug	0.09	28.54	28.62	28.3	28.56
15-Sep	0.12	28.66	28.72	28.41	28.7
15-Oct	0.09	28.73	28.81	28.57	28.77
15-Dec	0.10	29.02	29.08	28.77	29.04

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jul	21	2016	2035	1998	2026
15-Aug	24	2020	2044	2001	2039
15-Sep	25	2025	2049	2007	2046
15-Oct	21	2040	2063	2021	2060

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
19/06/2019	6.90	14268	4.174	43.44	69.68	3.86	97.54	54.14

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-Jun-19	18-Jun-19	
Refined Soybean Oil	Indore	765	762	3
	Indore (Soy Solvent Crude)	728	727	1
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	710	705	5
	Kandla/Mundra	745	745	Unch
	Kandla/Mundra (Soy Degum)	715	720	-5
	Kolkata	740	740	Unch
	Delhi	786	790	-4
	Nagpur	762	762	Unch
	Rajkot	745	745	Unch
	Kota	770	760	10

	Hyderabad	755	755	Unch
	Akola	761	763	-2
	Amrawati	760	763	-3
	Bundi	775	765	10
	Jalna	767	767	Unch
	Solapur	760	760	Unch
	Dhule	772	772	Unch
Palm Oil*	Kandla (Crude Palm Oil)	540	540	Unch
	Kandla (RBD Palm oil)	578	572	5
	Kandla RBD Pamolein	614	614	Unch
	Kakinada (Crude Palm Oil)	515	515	Unch
	Kakinada RBD Pamolein	607	607	Unch
	Haldia Pamolein	614	614	Unch
	Chennai RBD Pamolein	609	609	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	670	670	Unch
	KPT (krishna patnam) Pamolein	599	599	Unch
	Mumbai RBD Pamolein	614	614	Unch
	Mangalore RBD Pamolein	614	614	Unch
	Tuticorin (RBD Palmolein)	609	609	Unch
	Delhi	650	647	3
	Rajkot	614	614	Unch
	Hyderabad	584	584	Unch
	PFAD (Kandla)	326	326	Unch
	Refined Palm Stearin (Kandla)	515	515	Unch
	Superolien (Kandla)	630	630	Unch
	Superolien (Mumbai)	651	651	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	775	775	Unch
	Mumbai	785	785	Unch
	Mumbai(Expeller Oil)	740	740	Unch
	Kandla (Ref.)	775	775	Unch
	Hyderabad (Ref)	790	790	Unch
	Latur (Expeller Oil)	770	770	Unch
	Chellakere (Expeller Oil)	725	725	Unch
	Erode (Expeller Oil)	820	820	Unch
Groundnut Oil	Rajkot	1100	1100	Unch
	Chennai	1060	1050	10
	Delhi	950	950	Unch
	Hyderabad *	1060	1060	Unch
	Mumbai	1080	1080	Unch

	Gondal	1040	1050	-10
	Jamnagar	1100	1100	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	790	800	-10
	Kota (Expeller Oil)	775	775	Unch
	Kota (Kacchi Ghani Oil)	790	790	Unch
	Neewai (Expeller Oil)	775	775	Unch
	Neewai (Kacchi Ghani Oil)	790	790	Unch
	Bharatpur (Kacchi Ghani Oil)	800	805	-5
	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	790	790	Unch
	Mumbai (Expeller Oil)	780	775	5
	Kolkata(Expeller Oil)	900	900	Unch
	New Delhi (Expeller Oil)	792	798	-6
	Hapur (Expeller Oil)	865	865	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
	Agra (Kacchi Ghani Oil)	805	810	-5
Refined Cottonseed Oil	Rajkot	770	760	10
	Hyderabad	722	722	Unch
	Mumbai	768	768	Unch
	New Delhi	730	725	5
Coconut Oil	Kangayan (Crude)	1240	1240	Unch
	Cochin	1410	1420	-10
Sesame Oil	New Delhi	1150	1150	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	582	580	2
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	508	510	-2
	CNF India	540	540	Unch
Indonesia CPO USD/MT	FOB	473	475	-2
	CNF India	498	500	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	503	505	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	470	473	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	635	645	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	380	388	-8



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	605	-
Ukraine Origin CSFO USD/MT Kandla	CIF	760	750	10
Rapeseed Oil Rotterdam Euro/MT	FOB	734	730	4
Argentina FOB (\$/MT)		18-Jun-19	17-Jun-19	Change
Crude Soybean Oil Ship		641	Unq	-
Refined Soy Oil (Bulk) Ship		663	Unq	-
Sunflower Oil Ship		693	Unq	-
Cottonseed Oil Ship		621	Unq	-
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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