

Domestic Fundamentals:

- Edible oils complex featured mixed tone at various market centers on Monday.
- Soy oil and palm oil domestic future prices fell on fall in international benchmarks. BMD palm oil futures fell on weak export from Malaysia. CBOT Soy oil prices fell on improved weather conditions in US soybean belt.
- Palm oil prices are expected to be underpinned by expectation of rise in end stocks of palm oil in Malaysia in coming months and fall in exports of palm oil in Malaysia and slow fall of palm oil production in Malaysia and appreciation of ringgit.
Palm oil end stocks in Malaysia is expected to rise in Malaysia in June due to slow fall in production of palm oil in Malaysia and 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 fall in production in June indicating that there is 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 of palm oil from Malaysia 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.
- Ringgit has appreciated above 4.15/USD indicating that more appreciation is in cards which will underpin palm oil price as it makes palm oil uncompetitive compared to competing oils.
- Soy oil international prices are expected to be underpinned by improvement of weather in soybean belts in US, weak demand of soybean from China, higher crop estimate of soybean in Brazil and Argentina.
Planting of soybean in US is has picked up due to improved weather in US Midwest while crop condition is weaker than market expectation. Planting is expected to accelerate. However, delayed pace of planting and weak crop position will lower soybean crop in US and support soybean complex prices.
China has started to liquidate soybean state reserves in a surprise move after indicating that it will accumulate soybean in state reserves weeks ago.
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.
Rise in crude oil prices are expected to 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 1-20 palm oil exports fell 9.5 percent to 897,936 tons compared from 992,313 tons in the corresponding period last month. Top buyers were India at 247,334 tons (258,966 tons), European Union 151,665 tons (255,556 tons), China at 118,800 tons (99,290 tons), United States at 77,775 tons (105,220 tons) and Pakistan at 35,000 tons (30,800 tons). Values in brackets are figures

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	-1.35	739.20	741.00	737.00	737.85	2,500	-5310	48010	-700
Jul-19	-1.30	728.00	729.40	726.50	726.50	1,180	-1020	21930	-180

Prices & Vol-OI are at 5:30 PM

Spread	Jun-19	Jul-19
Spot	22.15	33.50
Jun-19		-11.35
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-19	-4.00	508.00	508.00	505.90	506.00	537	-27	2085	-350
July-19	-4.90	510.80	510.80	507.20	507.50	610	-121	4205	298

Spread

	June-19	July-19
Spot	2.0	0.5
June-19		1.5
July-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jul	-0.05	28.53	28.57	28.29	28.39
15-Aug	-0.05	28.66	28.7	28.42	28.52
15-Sep	-0.06	28.79	28.8	28.54	28.63
15-Oct	-0.10	28.9	28.9	28.67	28.71
15-Dec	-0.07	29.19	29.19	28.91	29

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jul	-32	1982	1982	1966	1967
15-Aug	-28	1999	2000	1981	1983
15-Sep	-25	2009	2012	1995	1998
15-Oct	-21	2028	2030	2016	2019

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
24/06/2019	6.88	14147	4.142	42.78	69.35	3.82	96.01	57.70

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		24-Jun-19	22-Jun-19	
Refined Soybean Oil	Indore	760	757	3
	Indore (Soy Solvent Crude)	720	720	Unch
	Mumbai	750	745	5
	Mumbai (Soy Degum)	708	705	3
	Kandla/Mundra	745	740	5
	Kandla/Mundra (Soy Degum)	715	710	5
	Kolkata	740	740	Unch
	Delhi	772	773	-1
	Nagpur	754	757	-3
	Rajkot	738	740	-2
	Kota	750	755	-5

	Hyderabad	750	755	-5
	Akola	760	758	2
	Amrawati	760	758	2
	Bundi	755	760	-5
	Jalna	767	765	2
	Solapur	743	758	-15
	Dhule	770	768	2
	Kandla (Crude Palm Oil)	533	537	-3
	Kandla (RBD Palm oil)	578	578	Unch
	Kandla RBD Pamolein	614	614	Unch
	Kakinada (Crude Palm Oil)	520	520	Unch
	Kakinada RBD Pamolein	607	604	3
	Haldia Pamolein	611	614	-3
	Chennai RBD Pamolein	609	606	3
	Chennai RBD Pamolein (Vitamin A&D Fortified)	735	735	Unch
	KPT (krishna patnam) Pamolein	599	599	Unch
	Mumbai RBD Pamolein	614	614	Unch
	Mangalore RBD Pamolein	614	611	3
	Tuticorin (RBD Palmolein)	607	607	Unch
	Delhi	644	647	-3
	Rajkot	596	609	-13
	Hyderabad	584	584	Unch
	PFAD (Kandla)	331	331	Unch
	Refined Palm Stearin (Kandla)	520	520	Unch
	Superolien (Kandla)	630	630	Unch
	Superolien (Mumbai)	651	646	5
* inclusive of GST				
	Chennai	790	785	5
	Mumbai	785	785	Unch
	Mumbai(Expeller Oil)	745	745	Unch
	Kandla (Ref.)	775	775	Unch
	Hyderabad (Ref)	795	800	-5
	Latur (Expeller Oil)	770	770	Unch
	Chellakere (Expeller Oil)	725	725	Unch
	Erode (Expeller Oil)	815	815	Unch
	Rajkot	1070	1050	20
	Chennai	1040	1040	Unch
	Delhi	950	950	Unch
	Hyderabad *	1040	1050	-10
	Mumbai	1090	1090	Unch

	Gondal	1050	1040	10
	Jamnagar	1090	1070	20
Rapeseed Oil/Mustard Oil				
	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	795	800	-5
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	790	790	Unch
	Neewai (Expeller Oil)	760	770	-10
	Neewai (Kacchi Ghani Oil)	780	785	-5
	Bharatpur (Kacchi Ghani Oil)	800	805	-5
	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	790	795	-5
	Mumbai (Expeller Oil)	785	785	Unch
	Kolkata(Expeller Oil)	910	910	Unch
	New Delhi (Expeller Oil)	788	795	-7
	Hapur (Expeller Oil)	875	865	10
	Hapur (Kacchi Ghani Oil)	910	900	10
	Agra (Kacchi Ghani Oil)	805	810	-5
Refined Cottonseed Oil				
	Rajkot	765	760	5
	Hyderabad	722	722	Unch
	Mumbai	768	765	3
	New Delhi	722	725	-3
Coconut Oil				
	Kangayan (Crude)	1240	1240	Unch
	Cochin	1400	1360	40
Sesame Oil				
	New Delhi	1130	1140	-10
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	875	5
Rice Bran Oil (40%)	New Delhi	580	582	-2
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT				
	FOB	510	510	Unch
	CNF India	535	535	Unch
Indonesia CPO USD/MT				
	FOB	475	475	Unch
	CNF India	495	490	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	502	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	475	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	640	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	380	Closed	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	765	765	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	728	Closed	-
Argentina FOB (\$/MT)		22-Jun-19	21-Jun-19	Change
Crude Soybean Oil Ship		Closed	635	-
Refined Soy Oil (Bulk) Ship		Closed	657	-
Sunflower Oil Ship		Closed	700	-
Cottonseed Oil Ship		Closed	615	-
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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