



Domestic Fundamentals:

- Edible oils complex featured mixed tone at various market centers on Wednesday.
- Soy oil domestic future prices rose on demand prospects while palm oil futures on fall in international benchmark. BMD palm oil futures fell on weak export from Malaysia. CBOT Soy oil prices fell on improved weather conditions in US.
- 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 in Malaysia 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, 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.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's June 1-25 palm oil exports fell 15.3 percent to 1,174,292 tons compared from 1,387,062 tons in the corresponding period last month. Top buyers were India at 296,534 tons (394,664 tons), European Union 218,685 tons (312,371 tons), China at 148,900 tons (121,290 tons), United States at 84,025 tons (129,625 tons) and Pakistan at 56,000 tons (55,800 tons). Values in brackets are figures of corresponding period last month.
- 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.

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	3.80	737.10	743.00	736.20	742.30	9,460	2790	46770	-2310
Jul-19	5.20	725.10	733.25	722.25	732.75	7,630	5280	24670	2620

Prices & Vol-OI are at 5:30 PM

Spread	Jun-19	Jul-19
Spot	12.70	22.25
Jun-19		-9.55
Jul-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-19	-1.30	506.90	507.00	502.40	504.90	603	66	1715	-370
July-19	-2.80	508.50	508.50	503.60	505.20	1220	610	4689	484

Spread	June-19	July-19
Spot	3.1	2.8
June-19		0.3
July-19		

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

Contract	+/-	Open	High	Low	Close
15-Jul	0.04	28.02	28.06	27.89	28.04
15-Aug	0.04	28.18	28.21	28.04	28.18
15-Sep	0.04	28.3	28.3	28.14	28.29
15-Oct	0.01	28.4	28.4	28.25	28.37
15-Dec	0.02	28.58	28.62	28.46	28.61

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jul	-38	1924	1924	1899	1916
15-Aug	-23	1955	1959	1929	1941
15-Sep	-15	1967	1980	1953	1966
15-Oct	-7	1991	2001	1981	1992

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
26/06/2019	6.88	14174	4.146	42.36	69.14	3.85	96.23	58.91

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-Jun-19	25-Jun-19	
Refined Soybean Oil	Indore	755	755	Unch
	Indore (Soy Solvent Crude)	715	720	-5
	Mumbai	745	745	Unch
	Mumbai (Soy Degum)	702	705	-3
	Kandla/Mundra	735	735	Unch
	Kandla/Mundra (Soy Degum)	700	705	-5
	Kolkata	735	738	-3
	Delhi	770	772	-2
	Nagpur	754	754	Unch
	Rajkot	740	738	2
	Kota	750	750	Unch

	Hyderabad	750	750	Unch
	Akola	756	760	-4
	Amrawati	755	760	-5
	Bundi	755	755	Unch
	Jalna	767	767	Unch
	Solapur	743	743	Unch
	Dhule	768	770	-2
Palm Oil*	Kandla (Crude Palm Oil)	533	533	Unch
	Kandla (RBD Palm oil)	572	572	Unch
	Kandla RBD Pamolein	601	607	-6
	Kakinada (Crude Palm Oil)	517	515	2
	Kakinada RBD Pamolein	596	599	-2
	Haldia Pamolein	599	607	-8
	Chennai RBD Pamolein	599	604	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	664	667	-3
	KPT (krishna patnam) Pamolein	586	588	-2
	Mumbai RBD Pamolein	614	614	Unch
	Mangalore RBD Pamolein	607	607	Unch
	Tuticorin (RBD Palmolein)	601	601	Unch
	Delhi	636	638	-2
	Rajkot	604	596	7
	Hyderabad	575	578	-3
	PFAD (Kandla)	331	331	Unch
	Refined Palm Stearin (Kandla)	517	515	2
	Superolien (Kandla)	630	630	Unch
	Superolien (Mumbai)	651	651	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	790	790	Unch
	Mumbai	785	785	Unch
	Mumbai(Expeller Oil)	750	745	5
	Kandla (Ref.)	785	785	Unch
	Hyderabad (Ref)	800	800	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	1040	1040	Unch
	Delhi	950	950	Unch
	Hyderabad *	1050	1040	10
	Mumbai	1100	1100	Unch

	Gondal	1070	1050	20
	Jamnagar	1125	1125	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	775	780	-5
	Jaipur (Kacchi Ghani Oil)	797	793	4
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	788	790	-2
	Neewai (Expeller Oil)	770	760	10
	Neewai (Kacchi Ghani Oil)	788	780	8
	Bharatpur (Kacchi Ghani Oil)	805	800	5
	Sri-Ganga Nagar(Exp Oil)	765	770	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	790	790	Unch
	Mumbai (Expeller Oil)	790	785	5
	Kolkata(Expeller Oil)	910	910	Unch
	New Delhi (Expeller Oil)	785	785	Unch
	Hapur (Expeller Oil)	870	880	-10
	Hapur (Kacchi Ghani Oil)	905	915	-10
	Agra (Kacchi Ghani Oil)	810	805	5
Refined Cottonseed Oil	Rajkot	770	765	5
	Hyderabad	727	722	5
	Mumbai	765	768	-3
	New Delhi	725	730	-5
Coconut Oil	Kangayan (Crude)	1230	1230	Unch
	Cochin	1400	1400	Unch
Sesame Oil	New Delhi	1300	1300	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	580	580	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	500	505	-5
	CNF India	535	535	Unch
Indonesia CPO USD/MT	FOB	465	468	-3
	CNF India	490	493	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	495	500	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	473	475	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	640	635	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	368	375	-7



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	600	-
Ukraine Origin CSFO USD/MT Kandla	CIF	770	770	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	728	730	-2
Argentina FOB (\$/MT)		25-Jun-19	24-Jun-19	Change
Crude Soybean Oil Ship		627	632	-5
Refined Soy Oil (Bulk) Ship		649	654	-5
Sunflower Oil Ship		705	700	5
Cottonseed Oil Ship		607	612	-5
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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