

Domestic Fundamentals:

- Edible oils complex featured mixed trend at various market centers on Tuesday.
- Soy oil & Palm oil domestic future prices declined on weak demand. CBOT Soy oil prices declined on selling pressures by speculators.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's June palm oil exports fell 18.7 percent to 1,371,636 tons compared from 1,688,104 tons last month. Top buyers were India at 394,934 tons (502,334 tons), European Union 239,285 tons (371,943 tons), China at 160,250 tons (160,250 tons), United States at 92,355 tons (132,225 tons) and Pakistan at 56,000 tons (55,800 tons). Values in brackets are figures of last month.
- Palm oil prices are expected to be underpinned by expectation of rise in end stocks of palm oil in Malaysia in coming months, 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 but with a slower rate 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. Production is expected to fall on 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 fell in June on weak demand from India and EU.

Demand from India weakened due to rise in stocks of palm oil at Indian ports, severe summer and lack of fresh demand triggers. Weak monsoon in India adversely affected demand. However, if monsoon remains weak then import demand from India will pick up draining palm oil stock in Malaysia.

Demand from China rose in June due to lower supply of soy oil in the country due to lower import of soybean on outbreak of swine flu in the country and US-China trade dispute. Further, demand rose due to demand at lower levels.

- Ringgit has appreciated above 4.14/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 supported by lower area of soybean in US, lower stock of soybean in US, lower stocks of soy oil in US and rise in crude oil prices amid US-China trade settlement optimism.

Soybean planted area in US is much lower than trade estimate and last year figure as per USDA. Wet and cold weather stopped farmers to plant soybean. This will lead to lower soybean crop in US.

Soybean stocks in US is much lower than trade estimate as per USDA quarterly grain report.

Soy oil stocks fell in US in May 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.

China has started to liquidate soybean state reserves in a surprise move after indicating that it will accumulate soybean in state reserves weeks ago.

Trade talks between US and China has started on the sidelines of G-20 after US President and Chinese Premier met on the sidelines of G-20. US has postponed additional duties planned on US product.

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
Jul-19	-2.65	745.70	748.30	744.60	745.55	6170	-2,810	36150	-3140
Aug-19	-3.05	739.05	741.70	737.10	737.70	4970	-3,610	26340	690
Prices & Vol-OI are at 5:30 PM									

Spread	Jul-19	Aug-19
Spot	9.45	
Jul-19		17
Aug-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-19	-0.30	510.50	510.50	509.60	509.90	409	1942	621	-4,455
Aug-19	-1.60	509.60	512.70	507.40	509.50	816	4803	4985	3,616

Spread
July-19
Aug-19
Spot
22
July-19
23
Aug-19
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jul	-0.26	28.27	28.53	27.98	27.98
15-Aug	-0.24	28.45	28.73	28.09	28.13
15-Sep	-0.24	28.6	28.83	28.2	28.25
15-Oct	-0.22	28.81	28.94	28.34	28.37
15-Dec	-0.24	28.93	29.19	28.55	28.59

BMD CPO Futures: (Not updated as problem with site)

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jul	21	1886	1886	1885	1890
15-Aug	11	1945	1949	1925	1930
15-Sep	6	1979	1982	1956	1958
15-Oct	9	2009	2012	1991	1992

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
02/07/2019	6.87	14137	4.142	42.59	68.91	3.86	96.78	59.09

Edible Oil Prices at Key Market:

Commodity	Centre	Prices (Per 10 Kg)		Change
		02-Jul-19	01-Jul-19	
Refined Soybean Oil	Indore	755	755	Unch
	Indore (Soy Solvent Crude)	720	720	Unch
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	705	705	Unch
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	700	708	-8
	Kolkata	736	738	-2
	Delhi	775	775	Unch
	Nagpur	757	757	Unch
	Rajkot	735	740	-5
	Kota	760	760	Unch

	Hyderabad	755	755	Unch
	Akola	756	756	Unch
	Amrawati	756	756	Unch
	Bundi	765	765	Unch
	Jalna	770	770	Unch
	Solapur	746	746	Unch
	Dhule	767	769	-2
Palm Oil*	Kandla (Crude Palm Oil)	532	528	4
	Kandla (RBD Palm oil)	578	572	5
	Kandla RBD Pamolein	614	609	5
	Kakinada (Crude Palm Oil)	525	528	-3
	Kakinada RBD Pamolein	599	599	Unch
	Haldia Pamolein	614	614	Unch
	Chennai RBD Pamolein	601	601	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	665	665	Unch
	KPT (krishna patnam) Pamolein	593	593	Unch
	Mumbai RBD Pamolein	609	614	-5
	Mangalore RBD Pamolein	609	609	Unch
	Tuticorin (RBD Palmolein)	602	602	Unch
	Delhi	645	645	Unch
	Rajkot	614	612	2
	Hyderabad	584	580	4
	PFAD (Kandla)	331	331	Unch
	Refined Palm Stearin (Kandla)	525	528	-3
	Superolien (Kandla)	641	630	11
	Superolien (Mumbai)	651	651	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	805	800	5
	Mumbai	790	790	Unch
	Mumbai(Expeller Oil)	755	755	Unch
	Kandla (Ref.)	790	785	5
	Hyderabad (Ref)	820	810	10
	Latur (Expeller Oil)	775	775	Unch
	Chellakere (Expeller Oil)	733	733	Unch
	Erode (Expeller Oil)	825	825	Unch
Groundnut Oil	Rajkot	1170	1170	Unch
	Chennai	1060	1050	10
	Delhi	950	950	Unch
	Hyderabad *	1100	1060	40
	Mumbai	1120	1120	Unch

	Gondal	1070	1070	Unch
	Jamnagar	1160	1160	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	777	777	Unch
	Jaipur (Kacchi Ghani Oil)	805	804	1
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	790	790	Unch
	Neewai (Expeller Oil)	770	770	Unch
	Neewai (Kacchi Ghani Oil)	792	792	Unch
	Bharatpur (Kacchi Ghani Oil)	810	805	5
	Sri-Ganga Nagar(Exp Oil)	765	765	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	790	790	Unch
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	788	787	1
	Hapur (Expeller Oil)	875	860	15
	Hapur (Kacchi Ghani Oil)	910	895	15
	Agra (Kacchi Ghani Oil)	815	810	5
Refined Cottonseed Oil	Rajkot	785	790	-5
	Hyderabad	735	735	Unch
	Mumbai	775	775	Unch
	New Delhi	750	740	10
Coconut Oil	Kangayan (Crude)	1325	1340	-15
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1300	1130	170
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	580	578	2
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	495	503	-8
	CNF India	530	535	-5
Indonesia CPO USD/MT	FOB	460	465	-5
	CNF India	485	495	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	490	495	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	473	475	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	630	640	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	363	365	-2

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	605	-
Ukraine Origin CSFO USD/MT Kandla	CIF	790	783	7
Rapeseed Oil Rotterdam Euro/MT	FOB	726	732	-6
Argentina FOB (\$/MT)		1-Jul-19	29-Jun-19	Change
Crude Soybean Oil Ship		620	Closed	-
Refined Soy Oil (Bulk) Ship		642	Closed	-
Sunflower Oil Ship		705	Closed	-
Cottonseed Oil Ship		600	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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