

**Domestic Fundamentals:**

- Edible oils complex featured weak trend at various market centers on Tuesday.
- Soy oil domestic and palm oil futures declined of demand concerns. BMD CPO fell on expectation of higher output concerns while CBOT soy oil fell in improved weather of soybean in US Midwest.
- 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 Indonesia, rise of palm oil production in Malaysia and Indonesia and appreciation of ringgit.  
Palm oil end stocks in Malaysia is expected to fall slowly in Malaysia in June and rise from July on rise in production and fall in exports.  
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. 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.
- The newly planted US soybean is planted at 96% which is down from 100% during the corresponding period last year and also down from 5-year average of 99%. About 90% soybean is emerged which is down from 100% during the corresponding period last year and also down from 5-year average of 98%. About 10% soybean is blooming which is down from 44% in corresponding period last year and 5-year average of 32%. Good to excellent condition at 53% compared to 71% in corresponding period last year reported in the US crop progress report dated 7 July 2019 by United States Department of Agriculture (USDA).
- Soy oil international prices are expected to be underpinned by improving weather in US Midwest and weak demand of soybean from China, higher crop of soybean in Brazil and Argentina. However, prices will 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 and 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.  
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 sideways to weak tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jul-19	-6.05	734.00	734.00	726.50	728.00	15,410	4450	18430	-5970
Aug-19	-0.85	725.00	725.50	720.50	723.80	18,120	7090	38010	370

Prices & Vol-OI are at 5:30 PM

Spread	Jul-19	Aug-19
Spot	17.00	21.20
Jul-19		-4.20
Aug-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-19	<b>-2.90</b>	497.40	498.40	492.80	495.40	1224	346	4313	-87
Aug-19	<b>-2.80</b>	500.40	500.50	495.00	497.70	628	324	2426	-53

Spread	July-19	Aug-19
Spot	-1.4	-3.7
July-19		2.3
Aug-19		

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

Contract	+/-	Open	High	Low	Close
15-Jul	<b>UNCH</b>	27.86	27.86	27.86	27.86
15-Aug	<b>-0.12</b>	27.89	28.07	27.76	27.87
15-Sep	<b>-0.11</b>	28.12	28.21	27.89	28.01
15-Oct	<b>-0.12</b>	28.24	28.25	28.02	28.12
15-Dec	<b>-0.13</b>	28.3	28.57	28.23	28.35

**BMD CPO Futures:**  
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jul	<b>19</b>	1884	1912	1884	1891
15-Aug	<b>-</b>	1928	1929	1905	1920
15-Sep	<b>-3</b>	1949	1955	1928	1945
15-Oct	<b>-6</b>	1977	1982	1955	1972

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
09/07/2019	6.89	14130	4.142	41.80	68.52	3.80	97.55	58.02

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		9-Jul-19	8-Jul-19	
Refined Soybean Oil	Indore	745	745	Unch
	Indore (Soy Solvent Crude)	705	705	Unch
	Mumbai	740	740	Unch
	Mumbai (Soy Degum)	692	695	-3
	Kandla/Mundra	715	720	-5
	Kandla/Mundra (Soy Degum)	692	695	-3
	Kolkata	727	732	-5
	Delhi	755	755	Unch
	Nagpur	747	751	-4
	Rajkot	720	720	Unch
	Kota	740	740	Unch

	Hyderabad	750	750	Unch
	Akola	749	751	-2
	Amrawati	748	750	-2
	Bundi	745	745	Unch
	Jalna	754	758	-4
	Solapur	731	735	-4
	Dhule	752	758	-6
Palm Oil*	Kandla (Crude Palm Oil)	519	519	Unch
	Kandla (RBD Palm oil)	557	562	-5
	Kandla RBD Pamolein	588	593	-5
	Kakinada (Crude Palm Oil)	510	515	-4
	Kakinada RBD Pamolein	588	590	-2
	Haldia Pamolein	595	604	-8
	Chennai RBD Pamolein	588	593	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	653	658	-5
	KPT (krishna patnam) Pamolein	583	586	-3
	Mumbai RBD Pamolein	599	614	-16
	Mangalore RBD Pamolein	596	604	-7
	Tuticorin (RBD Palmolein)	583	596	-14
	Delhi	628	632	-4
	Rajkot	585	588	-3
	Hyderabad	568	575	-7
	PFAD (Kandla)	331	331	Unch
	Refined Palm Stearin (Kandla)	510	515	-4
	Superolien (Kandla)	630	630	Unch
	Superolien (Mumbai)	641	646	-5
* inclusive of GST				
Refined Sunflower Oil	Chennai	805	805	Unch
	Mumbai	805	805	Unch
	Mumbai(Expeller Oil)	755	755	Unch
	Kandla (Ref.)	800	785	15
	Hyderabad (Ref)	810	815	-5
	Latur (Expeller Oil)	790	790	Unch
	Chellakere (Expeller Oil)	750	750	Unch
	Erode (Expeller Oil)	845	845	Unch
Groundnut Oil	Rajkot	1150	1150	Unch
	Chennai	1050	1050	Unch
	Delhi	1050	950	100
	Hyderabad *	1070	1070	Unch
	Mumbai	1110	1110	Unch

	Gondal	1060	1060	Unch
	Jamnagar	1150	1150	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	785	-5
	Jaipur (Kacchi Ghani Oil)	798	805	-7
	Kota (Expeller Oil)	765	765	Unch
	Kota (Kacchi Ghani Oil)	790	795	-5
	Neewai (Expeller Oil)	765	765	Unch
	Neewai (Kacchi Ghani Oil)	788	788	Unch
	Bharatpur (Kacchi Ghani Oil)	790	785	5
	Sri-Ganga Nagar(Exp Oil)	755	760	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	795	800	-5
	Mumbai (Expeller Oil)	795	795	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	784	784	Unch
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	795	790	5
Refined Cottonseed Oil	Rajkot	770	770	Unch
	Hyderabad	730	730	Unch
	Mumbai	785	785	Unch
	New Delhi	735	745	-10
Coconut Oil	Kangayan (Crude)	1310	1310	Unch
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	573	573	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	493	493	Unch
	CNF India	523	523	Unch
Indonesia CPO USD/MT	FOB	458	458	Unch
	CNF India	483	483	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	488	488	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	473	475	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	620	620	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	350	355	-5



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	590	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	795	5
Rapeseed Oil Rotterdam Euro/MT	FOB	728	760	-32
Argentina FOB (\$/MT)		8-Jul-19	6-Jul-19	Change
Crude Soybean Oil Ship		Unq	Close d	-
Refined Soy Oil (Bulk) Ship		Unq	Close d	-
Sunflower Oil Ship		Unq	Close d	-
Cottonseed Oil Ship		Unq	Close d	-
Refined Linseed Oil (Bulk) Ship		Unq	Close d	-
* 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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