

Domestic Fundamentals:

- Edible oils complex featured mostly weak trend at various market centers on Wednesday.
- Soy oil domestic and palm oil fell on fall in international benchmarks. BMD CPO fell on demand concerns and CBOT soy oil fell on improved weather of soybean in US Midwest. Crude oil was trading lower on Wednesday.
- Imports of edible oils by India rose 6 percent in June on higher imports of palm oil. Palm oil imports surged in June, rising by 40 percent y-o-y on higher imports of CPO and RBD palmolein. Palm oil imports rose due to low prices of palm oil in international markets and positive refining margins. RBD palmolein imports rose especially from Malaysia due to lower import duty on imports compared to other destinations. Thus, India is the only reason in the world which is decreasing palm oil stocks in international benchmark market of Malaysia. Palm oil imports are expected to remain firm on positive refining margins and lower import duty on imports of RBD palmolein from Malaysia. CPO post stocks fell sharply on firm demand. RBD palmolein port stocks also fell.
Imports of soy oil fell in June on higher premium over palm oil and weak demand. Port stocks of soy oil was unchanged in June.
Imports of sunflower oil fell in June due to higher premium over palm oil and soy oil. Imports will remain muted on high premium over competing oils. Post stocks of sunflower oil rose despite weak imports indicating weak demand of sunflower oil in June. There are no imports of canola oil since March due to hike in import duty on rapeseed oil. Imports of canola oil are expected to remain weak on weak prices of rapeseed in Indian markets.
- According to Solvent Extractors Association (SEA), India's June edible oil imports rose 6.25 percent y-o-y to 10.71 lakh tons from 10.08 lakh tons in June 2018. Palm oil imports in June rose 40.78 percent y-o-y to 6.87 lakh tons from 4.88 lakh tons in June 2018. CPO imports rose 38.03 percent in June y-o-y to 4.21 lakh tons from 3.05 lakh tons in June 2018. RBD palmolein imports rose 44.63 percent in June y-o-y to 2.56 lakh tons from 1.77 lakh tons in June 2018. Soy oil imports fell 22.84 percent in June y-o-y to 2.23 lakh tons from 2.89 lakh tons in June 2018. Sunflower oil imports fell 26.70 percent y-o-y in June to 1.62 lakh tons from 2.21 lakh tons in June 2018. Rapeseed (canola) oil imports were zero in June compared 0.11 imports in June 2018. Rise in palm oil imports contributed to rise in imports in June.
- According to Solvent Extractors Association (SEA), India's June edible oil stocks at ports and pipelines fell 2.27 percent m-o-m to 21.5 lakh tons from 22.0 lakh tons in May 2019. Stocks of edible oil at ports in June fell to 750,000 tons (CPO 300,000 tons, RBD Palmolein 230,000 tons, Degummed Soybean Oil 80,000 tons, Crude Sunflower Oil 140,000 ton and about 1,400,000 tons in pipelines. (Stocks at ports were 820,000 tons in May 2019). India is presently holding 34 days of edible oil requirement on 1st July, 2019 at 21.5 lakh tons compared to 35 days of requirements last month at 22.0 lakh tons. India's monthly edible oil requirement is 19.0 lakh tons.
- According to National Oilseed Processors Association (NOPA), U.S. June soybean crush fell by 3.85 percent to 148.843 million bushels from 154.796 million bushels in May 2019. Crush of soybean in June was lower by 6.52 percent compared to June 2018 figure of 159.228 million bushels. Soy oil stocks in U.S. at the end of June fell 2.91 percent to 1.535 billion lbs compared to 1.581 billion lbs in end May 2019. Stocks of soy oil in end June was lower by 13.08 percent compared to end June 2018, which was reported at 1.766 million lbs. Soybean oil stocks was above trade expectation.

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
Aug-19	-0.75	732.50	734.40	732.30	732.90	7,950	1810	42110	2250
Sep-19	-0.05	730.50	731.30	729.10	730.00	1,140	-400	11520	670
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-19	Sep-19
Spot	12.10	15.00
Aug-19		-2.90
Sep-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-19	-1.00	500.30	500.30	498.20	500.00	428	-275	3947	-62
Aug-19	-0.30	501.00	503.80	501.00	503.80	336	-240	3582	279

Spread	July-19	Aug-19
Spot	-7.0	-10.8
July-19		3.8
Aug-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Aug	0.13	27.99	28.13	27.97	28.12
15-Sep	0.12	28.12	28.25	28.1	28.23
15-Oct	0.12	28.33	28.35	28.23	28.35
15-Dec	0.14	28.49	28.61	28.43	28.6
15-Jan	0.14	28.82	28.83	28.67	28.83

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	-4	1905	1914	1896	1918
15-Sep	-5	1940	1948	1932	1952
15-Oct	-2	1970	1980	1963	1981
15-Nov	-5	2018	2024	2007	2027

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/07/2019	6.88	13979	4.114	42.66	68.79	3.77	97.22	57.97

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Jul-19	16-Jul-19	
Refined Soybean Oil	Indore	745	740	5
	Indore (Soy Solvent Crude)	705	700	5
	Mumbai	745	745	Unch
	Mumbai (Soy Degum)	695	695	Unch
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	693	692	1
	Kolkata	725	730	-5
	Delhi	796	770	26
	Nagpur	745	745	Unch
	Rajkot	720	720	Unch
	Kota	735	735	Unch

	Hyderabad	760	760	Unch
	Akola	750	746	4
	Amrawati	750	747	3
	Bundi	740	740	Unch
	Jalna	751	751	Unch
	Solapur	730	730	Unch
	Dhule	751	751	Unch
Palm Oil*	Kandla (Crude Palm Oil)	518	518	Unch
	Kandla (RBD Palm oil)	557	557	Unch
	Kandla RBD Pamolein	593	593	Unch
	Kakinada (Crude Palm Oil)	509	509	Unch
	Kakinada RBD Pamolein	588	588	Unch
	Haldia Pamolein	593	593	Unch
	Chennai RBD Pamolein	588	588	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	649	649	Unch
	KPT (krishna patnam) Pamolein	578	578	Unch
	Mumbai RBD Pamolein	599	599	Unch
	Mangalore RBD Pamolein	595	595	Unch
	Tuticorin (RBD Palmolein)	586	586	Unch
	Delhi	624	630	-6
	Rajkot	588	588	Unch
	Hyderabad	595	595	Unch
	PFAD (Kandla)	331	331	Unch
	Refined Palm Stearin (Kandla)	509	509	Unch
	Superolien (Kandla)	620	630	-11
	Superolien (Mumbai)	630	630	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	810	810	Unch
	Mumbai	805	805	Unch
	Mumbai(Expeller Oil)	765	765	Unch
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	790	790	Unch
	Latur (Expeller Oil)	790	790	Unch
	Chellakere (Expeller Oil)	750	750	Unch
	Erode (Expeller Oil)	840	845	-5
Groundnut Oil	Rajkot	1200	1200	Unch
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1050	1050	Unch
	Mumbai	1080	1080	Unch

	Gondal	1050	1050	Unch
	Jamnagar	1125	1125	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	790	Unch
	Jaipur (Kacchi Ghani Oil)	810	811	-1
	Kota (Expeller Oil)	775	775	Unch
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	783	785	-2
	Neewai (Kacchi Ghani Oil)	796	798	-2
	Bharatpur (Kacchi Ghani Oil)	805	805	Unch
	Sri-Ganga Nagar(Exp Oil)	770	765	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	805	795	10
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	910	930	-20
	New Delhi (Expeller Oil)	805	802	3
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	810	810	Unch
Refined Cottonseed Oil	Rajkot	790	790	Unch
	Hyderabad	745	745	Unch
	Mumbai	792	792	Unch
	New Delhi	755	755	Unch
Coconut Oil	Kangayan (Crude)	1185	1190	-5
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1415	1415	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	498	498	Unch
	CNF India	528	533	-5
Indonesia CPO USD/MT	FOB	468	468	Unch
	CNF India	488	493	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	492	493	-1
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	478	480	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	635	645	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	333	340	-7



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	595	-
Ukraine Origin CSFO USD/MT Kandla	CIF	798	803	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	742	735	7
Argentina FOB (\$/MT)		16-Jul-19	15-Jul-19	Change
Crude Soybean Oil Ship		639	646	-7
Refined Soy Oil (Bulk) Ship		661	669	-8
Sunflower Oil Ship		720	707	13
Cottonseed Oil Ship		619	626	-7
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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