

Domestic Fundamentals:

- Edible oils complex featured mixed trend at various market centers on Tuesday.
- Soy oil and palm oil domestic futures rose on demand prospects and rise in international benchmark. BMD CPO rose higher demand prospects and CBOT soy oil rose on technical buying. Crude oil was trading lower on Tuesday.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July 1-20 palm oil exports rose 3.2 percent to 926,257 tons compared from 897,936 tons in corresponding period last month. Top buyers were India at 240,075 tons (247,334 tons), European Union 211,515 tons (151,665 tons), China at 99,990 tons (118,800 tons), Pakistan at 39,000 tons (35,000 tons) and United States at 49,200 tons (77,775 tons). Values in brackets are figures of corresponding period last month.
- Palm oil international prices are expected to be supported by rise in exports of palm oil in Malaysia and slow rise in production of palm oil.
Palm oil end stocks are expected to rise slowly in Malaysia in July on rise in exports of palm oil and slow rise in production of palm oil.
Exports of palm oil is expected to rise in July from Malaysia on higher demand from top importing destinations especially India and EU. Further, fall in prices of palm oil will support bargain buying at lower levels.
Palm oil imports by India from Malaysia is expected to rise due to parity in refining, fall in prices of palm oil and lower import differential between CPO and RBD palmolein from Malaysia.
Import demand from China has remained firm in July due to lower imports of soybean by the country due to outbreak of swine flu which has led to lower supply of soy oil leading to higher palm oil imports.
Palm oil production in Malaysia in July is expected to rise on seasonal uptrend of production and return of labor to plantations after Ramadan leave. So production will rise July in Malaysia.
- Soy oil international prices are underpinned by improved weather condition of soybean in US Midwest, weak demand from China and weak crude oil prices.
Soybean weather condition has improved in this week after forecast of dry weather in the week. Rains and favorable temperatures favored soybean crop and there are forecast of favorable weather in coming days. This will increase yield of standing crop delayed by adverse planting weather during planting.
China has reported multiple breakouts of swine flu in the country. This has led to mass slaughter of swine in the country leading to 25 percent reduction in swine population in the country. Further, China is planning to alter the way it procures soybean after trade war with US. Moreover, China is liquidating state soybean reserves to loosen the tight condition of soybean in the country. This had led to weak demand of soybean from China leading to higher imports of edible vegetable oil from the country.
- The newly planted US soybean is blooming at 40% which is down from 76% during the corresponding period last year and also down from 5-year average of 66%. About 7% soybean is setting pods which is down from 41% in corresponding period last year and 5-year average of 28%. Good to excellent condition at 54% compared to 70% in corresponding period last year reported in the US crop progress report dated 21 July 2019 by United States Department of Agriculture (USDA).

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	2.05	728.25	731.30	727.55	730.30	6,950	-100	42410	20
Sep-19	1.90	724.30	728.00	724.30	727.00	3,580	1160	17980	960

Prices & Vol-OI are at 5:30 PM

Spread	Aug-19	Sep-19
Spot	4.70	8.00
Aug-19		-3.30
Sep-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-19	2.40	502.20	505.10	501.00	503.70	777	348	3039	-651
Aug-19	3.20	506.90	510.40	505.20	509.30	794	177	4319	759

Spread	July-19	Aug-19
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Spot	-4.7	-10.3
July-19		5.6
Aug-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Aug	0.18	27.78	27.99	27.74	27.91
15-Sep	0.19	27.9	28.1	27.85	28.04
15-Oct	0.23	28	28.2	28	28.18
15-Dec	0.19	28.22	28.43	28.17	28.36
15-Jan	0.19	28.5	28.66	28.47	28.59

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	12	1917	1934	1911	1932
15-Sep	21	1947	1973	1945	1971
15-Oct	22	1982	2008	1978	2004
15-Nov	19	2025	2049	2022	2045

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/07/2019	6.88	13984	4.117	42.45	68.94	3.74	97.48	55.98

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Jul-19	22-Jul-19	
Refined Soybean Oil	Indore	735	735	Unch
	Indore (Soy Solvent Crude)	695	690	5
	Mumbai	740	745	-5
	Mumbai (Soy Degum)	688	692	-4
	Kandla/Mundra	725	723	2
	Kandla/Mundra (Soy Degum)	690	690	Unch
	Kolkata	722	725	-3
	Delhi	755	765	-10
	Nagpur	738	744	-6
	Rajkot	720	720	Unch
	Kota	730	730	Unch

	Hyderabad	Unq	Unq	-
	Akola	739	744	-5
	Amrawati	739	743	-4
	Bundi	735	735	Unch
	Jalna	742	747	-5
	Solapur	732	735	-3
	Dhule	741	747	-6
Palm Oil*	Kandla (Crude Palm Oil)	524	519	5
	Kandla (RBD Palm oil)	559	564	-5
	Kandla RBD Pamolein	599	599	Unch
	Kakinada (Crude Palm Oil)	525	512	13
	Kakinada RBD Pamolein	590	590	Unch
	Haldia Pamolein	601	596	4
	Chennai RBD Pamolein	593	588	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	700	700	Unch
	KPT (krishna patnam) Pamolein	578	583	-5
	Mumbai RBD Pamolein	599	599	Unch
	Mangalore RBD Pamolein	599	593	5
	Tuticorin (RBD Palmolein)	588	588	Unch
	Delhi	631	628	3
	Rajkot	593	593	Unch
	Hyderabad	575	600	-25
	PFAD (Kandla)	331	331	Unch
	Refined Palm Stearin (Kandla)	525	512	13
	Superolien (Kandla)	620	620	Unch
	Superolien (Mumbai)	630	630	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	810	810	Unch
	Mumbai	810	810	Unch
	Mumbai(Expeller Oil)	770	770	Unch
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	820	815	5
	Latur (Expeller Oil)	795	795	Unch
	Chellakere (Expeller Oil)	765	765	Unch
	Erode (Expeller Oil)	845	845	Unch
Groundnut Oil	Rajkot	1175	1150	25
	Chennai	1080	1080	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1070	1070	Unch
	Mumbai	1080	1080	Unch

	Gondal	1150	1125	25
	Jamnagar	1150	1150	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	790	-10
	Jaipur (Kacchi Ghani Oil)	804	810	-6
	Kota (Expeller Oil)	775	775	Unch
	Kota (Kacchi Ghani Oil)	790	800	-10
	Neewai (Expeller Oil)	775	775	Unch
	Neewai (Kacchi Ghani Oil)	790	790	Unch
	Bharatpur (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	765	760	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	790	10
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	910	910	Unch
	New Delhi (Expeller Oil)	795	795	Unch
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	805	805	Unch
Refined Cottonseed Oil	Rajkot	790	790	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	795	795	Unch
	New Delhi	750	750	Unch
Coconut Oil	Kangayan (Crude)	1200	1200	Unch
	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	585	585	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	500	498	2
	CNF India	530	535	-5
Indonesia CPO USD/MT	FOB	465	468	-3
	CNF India	493	495	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	495	493	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	480	480	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	645	640	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	335	338	-3



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	595	-
Ukraine Origin CSFO USD/MT Kandla	CIF	813	785	28
Rapeseed Oil Rotterdam Euro/MT	FOB	747	750	-3
Argentina FOB (\$/MT)		22-Jul-19	20-Jul-19	Change
Crude Soybean Oil Ship		632	Closed	-
Refined Soy Oil (Bulk) Ship		654	Closed	-
Sunflower Oil Ship		720	Closed	-
Cottonseed Oil Ship		612	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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