

Domestic Fundamentals:

- Edible oils complex featured mostly weak trend at various market centers on Wednesday.
- Soy oil and palm oil domestic futures rose on demand prospects and rise in international benchmarks. BMD CPO rose on demand prospects and CBOT soy oil rose on US-China trade settlement optimism. Crude oil was trading higher on Wednesday.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July palm oil exports rose 4.8 percent to 1,437,790 tons compared from 1,371,636 tons last month. Top buyers were India at 424,525 tons (394,934 tons), European Union 304,615 tons (239,285 tons), China at 135,690 tons (160,250 tons), United States at 75,078 tons (92,355 tons) and Pakistan at 39,000 tons (56,000 tons). Values in brackets are figures of last month.
- Palm oil international prices are expected to be supported by rise in exports of palm oil in Malaysia, slow rise in production of palm oil and rise in crude oil prices.
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 rose 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. However, high inventory at Indian ports will limit gains in imports.
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 fall on seasonal slowdown, low use of fertilizers and shift between peak production cycles.
Rise in crude oil prices due to OPEC production cuts is expected to support palm oil prices.
- Soy oil international prices are underpinned by improved weather condition of soybean in US Midwest, weak demand from China.
Soybean weather condition has improved in US Midwest 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.
Soy oil stocks fell in US in June as reported by NOPA on lower crush of soybean and higher domestic disappearance of soy oil will support soy oil prices.
Rise in crude oil prices are expected to support soy oil prices.

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	0.15	737.85	740.00	736.50	738.00	4,580	1340	30220	-3020
Sep-19	1.50	734.00	737.00	734.00	735.25	3,580	1170	27080	990
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-19	Sep-19
Spot	12.00	14.75
Aug-19		-2.75
Sep-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-19	0.60	508.80	509.40	508.80	509.20	754	379	880	-629
Aug-19	2.30	515.30	517.50	515.20	517.00	630	167	5015	396

Spread	July-19	Aug-19
Spot	-0.2	-8
July-19		7.8
Aug-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Aug	0.04	28.31	28.35	28.25	28.35
15-Sep	-0.07	28.44	28.51	28.35	28.37
15-Oct	-0.08	28.57	28.64	28.47	28.49
15-Dec	-0.08	28.8	28.91	28.74	28.75
15-Jan	-0.09	29.08	29.15	28.99	28.99

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	11	2008	2019	2000	2019
15-Sep	13	2023	2040	2023	2038
15-Oct	7	2057	2075	2056	2070
15-Nov	6	2091	2108	2091	2103

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
31/07/2019	6.88	14017	4.127	43.89	68.76	3.79	98.08	58.45

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		31-Jul-19	30-Jul-19	
Refined Soybean Oil	Indore	750	745	5
	Indore (Soy Solvent Crude)	715	710	5
	Mumbai	745	745	Unch
	Mumbai (Soy Degum)	695	695	Unch
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	697	697	Unch
	Kolkata	730	728	2
	Delhi	773	773	Unch
	Nagpur	751	753	-2
	Rajkot	725	725	Unch
	Kota	735	735	Unch

	Hyderabad	Unq	Unq	-
	Akola	752	755	-3
	Amrawati	751	753	-2
	Bundi	740	740	Unch
	Jalna	745	750	-5
	Solapur	740	743	-3
	Dhule	748	750	-2
Palm Oil*	Kandla (Crude Palm Oil)	534	534	Unch
	Kandla (RBD Palm oil)	572	572	Unch
	Kandla RBD Pamolein	609	609	Unch
	Kakinada (Crude Palm Oil)	530	530	Unch
	Kakinada RBD Pamolein	593	596	-3
	Haldia Pamolein	609	606	3
	Chennai RBD Pamolein	601	604	-3
	Chennai RBD Pamolein (Vitamin A&D Fortified)	661	663	-2
	KPT (krishna patnam) Pamolein	593	593	Unch
	Mumbai RBD Pamolein	614	614	Unch
	Mangalore RBD Pamolein	609	611	-2
	Tuticorin (RBD Palmolein)	603	604	-1
	Delhi	642	642	Unch
	Rajkot	607	607	Unch
	Hyderabad	581	581	Unch
	PFAD (Kandla)	336	336	Unch
	Refined Palm Stearin (Kandla)	530	530	Unch
	Superolien (Kandla)	630	630	Unch
	Superolien (Mumbai)	641	641	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	825	825	Unch
	Mumbai	830	830	Unch
	Mumbai(Expeller Oil)	795	785	10
	Kandla (Ref.)	825	825	Unch
	Hyderabad (Ref)	830	830	Unch
	Latur (Expeller Oil)	790	790	Unch
	Chellakere (Expeller Oil)	760	760	Unch
	Erode (Expeller Oil)	865	860	5
Groundnut Oil	Rajkot	1150	1150	Unch
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1070	1070	Unch
	Mumbai	1100	1100	Unch

	Gondal	1100	1100	Unch
	Jamnagar	1100	1100	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	785	Unch
	Jaipur (Kacchi Ghani Oil)	805	805	Unch
	Kota (Expeller Oil)	770	775	-5
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	775	775	Unch
	Neewai (Kacchi Ghani Oil)	790	790	Unch
	Bharatpur (Kacchi Ghani Oil)	805	805	Unch
	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	795	795	Unch
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	910	910	Unch
	New Delhi (Expeller Oil)	797	797	Unch
	Hapur (Expeller Oil)	880	885	-5
	Hapur (Kacchi Ghani Oil)	915	920	-5
	Agra (Kacchi Ghani Oil)	810	810	Unch
Refined Cottonseed Oil	Rajkot	790	790	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	810	810	Unch
	New Delhi	755	760	-5
Coconut Oil	Kangayan (Crude)	1300	1300	Unch
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1500	1415	85
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	600	600	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	520	Closed	-
	CNF India	548	548	Unch
Indonesia CPO USD/MT	FOB	483	Closed	-
	CNF India	508	508	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	515	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	493	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	670	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	368	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	645	-
Ukraine Origin CSFO USD/MT Kandla	CIF	813	813	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	770	770	Unch
Argentina FOB (\$/MT)		30-Jul-19	29-Jul-19	Change
Crude Soybean Oil Ship		657	659	-2
Refined Soy Oil (Bulk) Ship		680	682	-2
Sunflower Oil Ship		720	725	-5
Cottonseed Oil Ship		637	639	-2
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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2019 Indian Agribusiness Systems Ltd.