

Domestic Fundamentals:

- Edible oils complex featured mixed trend at various market centers on Thursday.
- Soy oil domestic futures fell on profit booking while palm oil domestic futures rose on demand prospects. BMD CPO fell on technical selling while CBOT soy oil rose on US-China trade settlement optimism. Crude oil was trading lower on Thursday.
- Palm oil international prices are expected to be supported by expectation of fall in end stocks of palm oil in July, rise in exports of palm oil in Malaysia, fall in production of palm oil and rise in crude oil prices.
Palm oil end stocks are expected to fall in Malaysia in July on rise in exports of palm oil and fall in production of palm oil in July.
Palm oil production in Malaysia in July is expected to fall on seasonal slowdown, low use of fertilizers and shift between peak production cycles.
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.
Ringgit fell towards important support 4.15 against dollar which may support palm oil prices as it make palm oil competitive compared to competing oils.
- Soy oil international prices are underpinned by US-China trade settlement concerns and weak demand from China.
Trade talks concluded between US and China in China and it concluded much before schedule making way for further talks in Sep in an indication that talks between US and China are stuck. China has said that it has purchased major US soybean but US has refuted that the data does not show such buying by China.
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.
- 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.

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	-0.95	736.00	736.60	733.65	736.00	4,300	-280	28910	-1310
Sep-19	0.00	733.70	734.00	731.00	733.90	3,010	-570	27110	30
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-19	Sep-19
Spot	9.00	11.10
Aug-19		-2.10
Sep-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-19	1.00	513.60	515.00	508.60	514.60	977	347	5204	189
Aug-19	0.50	514.70	517.20	512.20	517.20	420	20	1089	89

Spread	July-19	Aug-19
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Spot	-0.6	-3.2
July-19		2.6
Aug-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Aug	0.15	27.78	27.9	27.72	27.9
15-Sep	0.17	27.92	28.06	27.85	28.05
15-Oct	0.15	28.01	28.17	28	28.15
15-Dec	0.16	28.28	28.41	28.22	28.39
15-Jan	0.15	28.49	28.66	28.49	28.63

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	-9	2000	2010	2000	2015
15-Sep	-4	2019	2036	2018	2034
15-Oct	-7	2050	2068	2049	2064
15-Nov	-8	2080	2098	2080	2096

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
31/07/2019	6.90	14116	4.145	43.82	69.05	3.81	98.85	57.80

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		1-Aug-19	31-Jul-19	
Refined Soybean Oil	Indore	745	750	-5
	Indore (Soy Solvent Crude)	712	715	-3
	Mumbai	745	745	Unch
	Mumbai (Soy Degum)	695	695	Unch
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	700	697	3
	Kolkata	725	730	-5
	Delhi	774	773	1
	Nagpur	747	751	-4
	Rajkot	725	725	Unch
	Kota	735	735	Unch

	Hyderabad	Unq	Unq	-
	Akola	748	752	-4
	Amrawati	748	751	-3
	Bundi	740	740	Unch
	Jalna	742	745	-3
	Solapur	737	740	-3
	Dhule	747	748	-1
Palm Oil*	Kandla (Crude Palm Oil)	538	534	3
	Kandla (RBD Palm oil)	572	572	Unch
	Kandla RBD Pamolein	609	609	Unch
	Kakinada (Crude Palm Oil)	530	530	Unch
	Kakinada RBD Pamolein	593	593	Unch
	Haldia Pamolein	606	609	-3
	Chennai RBD Pamolein	601	601	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	661	661	Unch
	KPT (krishna patnam) Pamolein	593	593	Unch
	Mumbai RBD Pamolein	614	614	Unch
	Mangalore RBD Pamolein	609	609	Unch
	Tuticorin (RBD Palmolein)	603	603	Unch
	Delhi	644	642	2
	Rajkot	607	607	Unch
	Hyderabad	581	581	Unch
	PFAD (Kandla)	347	336	11
	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	835	830	5
	Mumbai(Expeller Oil)	795	795	Unch
	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)	870	865	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	770	Unch
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	765	775	-10
	Neewai (Kacchi Ghani Oil)	780	790	-10
	Bharatpur (Kacchi Ghani Oil)	800	805	-5
	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	795	795	Unch
	Mumbai (Expeller Oil)	800	790	10
	Kolkata(Expeller Oil)	920	910	10
	New Delhi (Expeller Oil)	797	797	Unch
	Hapur (Expeller Oil)	875	880	-5
	Hapur (Kacchi Ghani Oil)	910	915	-5
	Agra (Kacchi Ghani Oil)	805	810	-5
Refined Cottonseed Oil	Rajkot	790	790	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	810	810	Unch
	New Delhi	760	755	5
Coconut Oil	Kangayan (Crude)	1270	1300	-30
	Cochin	1390	1390	Unch
Sesame Oil	New Delhi	1500	1500	Unch
	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	523	520	3
	CNF India	550	548	2
Indonesia CPO USD/MT	FOB	485	483	2
	CNF India	510	508	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	513	515	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	495	493	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	670	670	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	373	368	5



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	645	-
Ukraine Origin CSFO USD/MT Kandla	CIF	818	813	5
Rapeseed Oil Rotterdam Euro/MT	FOB	768	770	-2
Argentina FOB (\$/MT)		31-Jul-19	30-Jul-19	Change
Crude Soybean Oil Ship		655	657	-2
Refined Soy Oil (Bulk) Ship		678	680	-2
Sunflower Oil Ship		720	720	Unch
Cottonseed Oil Ship		635	637	-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).

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