

Domestic Fundamentals:

- Edible oils complex featured mostly firm trend at various market centers on Monday.
- Soy oil and palm oil domestic futures rose on demand prospects and depreciation of Rupee. BMD CPO rose on demand prospects while CBOT soy oil fell as US President slapped import duty on imports of \$300 billion of Chinese good apart from \$250 billion. Crude oil was trading lower on Monday.
- Palm oil international prices are expected to be supported by expectation of slow rise in end stocks of palm oil in July, 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 in July.
Palm oil production in Malaysia in July is expected to rise on seasonal uptrend and return of labor after Ramadan in July.
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 below 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 failed between US and China in China and it concluded much before schedule. US slapped 10% import duty on \$300 billion additional on Chinese goods. China has said that honoring higher purchases of 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	4.25	737.50	741.20	737.50	740.70	12,650	8460	19610	-7630
Sep-19	6.85	735.50	741.50	735.50	741.40	18,640	10900	30520	1740
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-19	Sep-19
Spot	4.30	3.60
Aug-19		0.70
Sep-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	9.10	520.30	528.00	520.30	528.00	1449	318	4606	-324
Sep-19	8.90	524.00	530.00	524.00	530.00	269	-62	1312	70

Spread	Aug-19	Sep-19
--------	--------	--------

Spot	-8.0	-10
Aug-19		2
Sep-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Aug	-0.16	28.15	28.15	27.95	28.03
15-Sep	-0.22	28.29	28.29	28.05	28.1
15-Oct	-0.21	28.33	28.41	28.17	28.23
15-Dec	-0.23	28.65	28.68	28.43	28.48
15-Jan	-0.24	28.79	28.9	28.68	28.71

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	12	2024	2026	2024	2027
15-Sep	32	2049	2065	2047	2063
15-Oct	31	2080	2095	2078	2093
15-Nov	29	2111	2125	2105	2123

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
05/08/2019	7.04	14253	4.19	44.59	70.70	3.89	97.66	55.13

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		5-Aug-19	3-Aug-19	
Refined Soybean Oil	Indore	745	740	5
	Indore (Soy Solvent Crude)	705	710	-5
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	697	697	Unch
	Kandla/Mundra	730	725	5
	Kandla/Mundra (Soy Degum)	705	702	3
	Kolkata	730	730	Unch
	Delhi	775	770	5
	Nagpur	745	745	Unch
	Rajkot	730	725	5
	Kota	735	735	Unch

	Hyderabad	Unq	Unq	-
	Akola	746	746	Unch
	Amrawati	745	746	-1
	Bundi	740	740	Unch
	Jalna	742	742	Unch
	Solapur	737	737	Unch
	Dhule	747	747	Unch
Palm Oil*	Kandla (Crude Palm Oil)	546	543	3
	Kandla (RBD Palm oil)	588	578	11
	Kandla RBD Pamolein	620	614	5
	Kakinada (Crude Palm Oil)	541	530	11
	Kakinada RBD Pamolein	604	601	3
	Haldia Pamolein	614	609	5
	Chennai RBD Pamolein	614	606	8
	Chennai RBD Pamolein (Vitamin A&D Fortified)	675	666	9
	KPT (krishna patnam) Pamolein	604	601	3
	Mumbai RBD Pamolein	625	620	5
	Mangalore RBD Pamolein	620	616	3
	Tuticorin (RBD Palmolein)	616	609	7
	Delhi	655	645	10
	Rajkot	614	609	5
	Hyderabad	597	581	16
	PFAD (Kandla)	347	347	Unch
	Refined Palm Stearin (Kandla)	541	530	11
	Superolien (Kandla)	651	641	11
	Superolien (Mumbai)	656	646	11
* inclusive of GST				
Refined Sunflower Oil	Chennai	835	835	Unch
	Mumbai	840	840	Unch
	Mumbai(Expeller Oil)	800	800	Unch
	Kandla (Ref.)	825	825	Unch
	Hyderabad (Ref)	845	830	15
	Latur (Expeller Oil)	800	790	10
	Chellakere (Expeller Oil)	770	760	10
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	1200	1150	50
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1070	1070	Unch
	Mumbai	1090	1090	Unch

	Gondal	1100	1100	Unch
	Jamnagar	1100	1100	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	801	802	-1
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	790	790	Unch
	Neewai (Expeller Oil)	760	765	-5
	Neewai (Kacchi Ghani Oil)	775	780	-5
	Bharatpur (Kacchi Ghani Oil)	790	800	-10
	Sri-Ganga Nagar(Exp Oil)	765	770	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	790	795	-5
	Mumbai (Expeller Oil)	805	800	5
	Kolkata(Expeller Oil)	920	920	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)	795	805	-10
Refined Cottonseed Oil	Rajkot	800	790	10
	Hyderabad	Unq	Unq	-
	Mumbai	802	810	-8
	New Delhi	760	760	Unch
Coconut Oil	Kangayan (Crude)	1270	1270	Unch
	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	602	600	2
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	525	520	5
	CNF India	553	550	3
Indonesia CPO USD/MT	FOB	488	485	3
	CNF India	513	510	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	515	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	505	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	670	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	383	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	823	823	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	765	Closed	-
Argentina FOB (\$/MT)		3-Aug-19	2-Aug-19	Change
Crude Soybean Oil Ship		Closed	675	-
Refined Soy Oil (Bulk) Ship		Closed	699	-
Sunflower Oil Ship		Closed	725	-
Cottonseed Oil Ship		Closed	655	-
Refined Linseed Oil (Bulk) Ship		Closed	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.