

**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 depreciation of Rupee. BMD CPO rose on demand prospects while CBOT soy oil fell as China suspended imports of US agricultural goods.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO) from Indonesia fell 5.24 percent in June y-o-y to 2.17 MMT from 2.29 MMT in June 2018. Exports of palm oil (CPO and PKO) fell 9.58 percent m-o-m in June at 2.17 MMT compared to May 2019 at 2.40 MMT. Stocks of palm oil in June 2019 rose to 3.55 MMT from 3.53 MMT in May.
- The newly planted US soybean is blooming at 72% which is down from 91% during the corresponding period last year and also down from 5-year average of 87%. About 37% soybean is setting pods which is down from 73% in corresponding period last year and 5-year average of 63%. Good to excellent condition at 54% compared to 67% in corresponding period last year reported in the US crop progress report dated 4 August 2019 by United States Department of Agriculture (USDA).
- 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.
- 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.

**Outlook:** Edible oil basket is expected to feature sideways to firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
<b>Aug-19</b>	<b>1.30</b>	740.00	742.40	738.20	741.30	5,250	-7400	17830	-1780
<b>Sep-19</b>	<b>1.35</b>	739.70	743.00	739.00	741.70	8,460	-10180	29860	-660
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-19	Sep-19
<b>Spot</b>	3.70	3.30
<b>Aug-19</b>		0.40
<b>Sep-19</b>		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-19	1.40	525.70	530.40	523.60	527.70	1137	-312	4337	-269
Sep-19	0.70	528.00	532.50	526.60	529.80	291	22	1291	-21

Spread	Aug-19	Sep-19
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Spot	-5.7	-7.8
Aug-19		2.1
Sep-19		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Aug	0.13	27.75	27.89	27.75	27.89
15-Sep	0.15	27.82	28.19	27.75	28.02
15-Oct	0.15	27.96	28.31	27.96	28.15
15-Dec	0.14	28.21	28.58	28.13	28.4
15-Jan	0.17	28.45	28.8	28.4	28.68

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Aug	4	2023	2031	2023	2037
15-Sep	9	2060	2079	2052	2073
15-Oct	7	2088	2108	2081	2102
15-Nov	6	2115	2135	2110	2130

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
06/08/2019	7.02	14266	4.19	45.39	70.81	3.97	97.62	55.05

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		6-Aug-19	5-Aug-19	
Refined Soybean Oil	Indore	745	745	Unch
	Indore (Soy Solvent Crude)	710	705	5
	Mumbai	750	755	-5
	Mumbai (Soy Degum)	703	697	6
	Kandla/Mundra	730	730	Unch
	Kandla/Mundra (Soy Degum)	702	705	-3
	Kolkata	735	730	5
	Delhi	773	775	-2
	Nagpur	745	745	Unch
	Rajkot	730	730	Unch
	Kota	735	735	Unch

	Hyderabad	Unq	Unq	-
	Akola	746	746	Unch
	Amrawati	746	745	1
	Bundi	740	740	Unch
	Jalna	742	742	Unch
	Solapur	735	737	-2
	Dhule	744	747	-3
Palm Oil*	Kandla (Crude Palm Oil)	548	546	2
	Kandla (RBD Palm oil)	588	588	Unch
	Kandla RBD Pamolein	625	620	5
	Kakinada (Crude Palm Oil)	541	541	Unch
	Kakinada RBD Pamolein	609	604	5
	Haldia Pamolein	616	614	2
	Chennai RBD Pamolein	614	614	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	675	675	Unch
	KPT (krishna patnam) Pamolein	609	604	5
	Mumbai RBD Pamolein	625	625	Unch
	Mangalore RBD Pamolein	625	620	5
	Tuticorin (RBD Palmolein)	616	616	Unch
	Delhi	655	655	Unch
	Rajkot	616	614	2
	Hyderabad	597	597	Unch
	PFAD (Kandla)	347	347	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	651	651	Unch
	Superolien (Mumbai)	656	656	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	835	835	Unch
	Mumbai	840	840	Unch
	Mumbai(Expeller Oil)	795	800	-5
	Kandla (Ref.)	825	825	Unch
	Hyderabad (Ref)	845	845	Unch
	Latur (Expeller Oil)	800	800	Unch
	Chellakere (Expeller Oil)	770	770	Unch
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	1200	1200	Unch
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1070	1070	Unch
	Mumbai	1075	1090	-15

	Gondal	1100	1100	Unch
	Jamnagar	1075	1100	-25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	801	801	Unch
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	790	790	Unch
	Neewai (Expeller Oil)	760	760	Unch
	Neewai (Kacchi Ghani Oil)	775	775	Unch
	Bharatpur (Kacchi Ghani Oil)	790	790	Unch
	Sri-Ganga Nagar(Exp Oil)	760	765	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	790	-5
	Mumbai (Expeller Oil)	805	805	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	798	795	3
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	795	795	Unch
Refined Cottonseed Oil	Rajkot	785	800	-15
	Hyderabad	Unq	Unq	-
	Mumbai	805	802	3
	New Delhi	760	760	Unch
Coconut Oil	Kangayan (Crude)	1300	1270	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	604	602	2
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	523	525	-2
	CNF India	550	553	-3
Indonesia CPO USD/MT	FOB	488	488	Unch
	CNF India	510	513	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	518	515	3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	508	505	3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	660	670	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	383	383	Unch



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	620	-
Ukraine Origin CSFO USD/MT Kandla	CIF	818	823	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	768	765	3
Argentina FOB (\$/MT)		5-Aug-19	3-Aug-19	Change
Crude Soybean Oil Ship		678	Closed	-
Refined Soy Oil (Bulk) Ship		702	Closed	-
Sunflower Oil Ship		725	Closed	-
Cottonseed Oil Ship		658	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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