

**Domestic Fundamentals:**

- Edible oils complex are remain in mixed phase in various oils at various market centers on Friday.
- Soy oil domestic futures and Palm oil rose on demand prospects. BMD CPO fell on weak global demand. CBOT soy oil declined on selling pressures. Crude oil prices were trading higher on Friday.
- Palm oil industry conference is held in Mumbai where various speakers spoke on palm oil industry. Among all the analysts there was a consensus that prices of palm oil will rise from current levels with lower price range of RM 2200 and higher prices forecast at RM 2500. Almost all analysts agreed that production of palm oil in Indonesia will slow in 2019 and rise slowly in 2020. Haze, dry conditions in Indonesia and lower fertilizer use is blamed for lower palm oil production in the country.
- Haze is prime reason of slowdown of production as fruits need oxygen to mature while dry condition in January and August in Indonesia has slowed fruit development. Further, lower fertilizer use due to low prices is also blamed for lower production of palm oil. Production rise will slow in 2020 due to above conditions. Production in Malaysia is expected to rise in 2019 and fall in 2020. High plant cycle will increase production in 2019.
- End stocks of palm oil in Malaysia and Indonesia will fall in 2019. However, some analysts argued that it may fall in 2019 while other view was rise from present levels. Higher production from present levels will increase palm oil inventory in 2019.
- Exports of palm oil will increase from Malaysia and Indonesia on higher demand from India and China. India imports will rise around 4 percent to 9.7-10 MMT due to lower soybean crop in the country. Exports to China will increase in 2019 due to lower imports of soybean by the country due to contraction of swine herd count due to deadly swine flu. Further, removal of import quota of palm oil by China will increase palm oil imports.
- Palm oil consumption is expected to rise in Indonesia due to record production of biodiesel by shifting from B20 norms to B30 norms in 2020. Palm oil based biodiesel production will rise in Malaysia from 1.3 MMT to 1.6 MMT on higher biodiesel blending norms.
- Palm oil consumption in 2019 and 2020 will outstrip rise in production in both year mainly due to higher biodiesel demand from Indonesia and Malaysia and rise in import demand from India and China.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Sep 1-25 palm oil exports fell 20 percent to 1,102,946 tons compared from 1,379,471 tons in corresponding period last month. Top buyers were European Union 273,360 tons (229,719 tons), India at 240,980 tons (402,870 tons), China at 179,770 tons (276,705 tons), United States at 57,862 tons (44,136 tons) and Pakistan at 27,050 tons (41,000 tons). Values in brackets are figures of corresponding period last month.
- According to Indonesia trade ministry, Indonesia kept Oct crude palm oil export duty unchanged at zero. The reference price is set at USD 575.9 per ton, lower than lower threshold for export duty below USD 570 to calculate export levy. Indonesia taxes palm oil above trigger price of USD 750 per ton. Indonesia has kept crude palm oil export duty at zero since May 2017.
- Soy oil international prices are supported by US-China trade talks optimism, fall in stocks of soy oil in US as reported by NOPA and USDA, lower soybean crop in US as reported by USDA, firm demand of soybean from China.

**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
<b>Oct-19</b>	<b>0.15</b>	764.55	765.00	762.50	764.70	8570	Unch	39390	<b>-1740</b>
<b>Nov-19</b>	<b>-1.95</b>	762.55	762.40	758.50	760.60	2870	<b>-830</b>	14140	<b>1460</b>
Prices & Vol-OI are at 5:30 PM									

Spread	Oct-19	Nov-19
<b>Spot</b>	-4.70	
<b>Oct-19</b>		-4.10
<b>Nov-19</b>		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	1.30	546.10	548.70	546.10	548.70	350	-630	1093	-677
Oct-19	-1.20	550.00	550.90	547.50	549.80	575	-940	4817	725

Spread	Sep-19	Oct-19
Spot	0.3	
Sep-19		1.1
Oct-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	-0.14	29	29.03	28.85	28.87
15-Dec	-0.12	29.16	29.19	29	29.05
15-Jan	-0.12	29.41	29.42	29.24	29.3
15-Mar	-0.11	29.66	29.7	29.52	29.58
15-May	-0.14	29.98	30.01	29.83	29.87

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	-17	2096	2096	2087	2090
15-Nov	-19	2122	2123	2104	2112
15-Dec	-19	2160	2163	2141	2149
15-Jan	-23	2215	2215	2193	2198

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/09/2019	7.13	14165	4.186	57.18	70.55	4.17	99.16	55.87

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Sep-19	27-Sep-19	
Refined Soybean Oil	Indore	760	760	Unch
	Indore (Soy Solvent Crude)	718	722	-4
	Mumbai	750	755	-5
	Mumbai (Soy Degum)	715	718	-3
	Kandla/Mundra	740	735	5
	Kandla/Mundra (Soy Degum)	710	710	Unch
	Kolkata	745	740	5
	Delhi	787	787	Unch
	Nagpur	763	763	Unch
	Rajkot	740	740	Unch
	Kota	755	755	Unch

	Hyderabad	Unq	Unq	-
	Akola	765	765	Unch
	Amrawati	764	764	Unch
	Bundi	760	760	Unch
	Jalna	766	766	Unch
	Solapur	765	765	Unch
	Dhule	765	765	Unch
Palm Oil*	Kandla (Crude Palm Oil)	576	576	Unch
	Kandla (RBD Palm oil)	609	609	Unch
	Kandla RBD Pamolein	651	651	Unch
	Kakinada (Crude Palm Oil)	541	541	Unch
	Kakinada RBD Pamolein	635	641	-5
	Haldia Pamolein	651	651	Unch
	Chennai RBD Pamolein	641	651	-11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	714	716	-2
	KPT (krishna patnam) Pamolein	630	630	Unch
	Mumbai RBD Pamolein	662	667	-5
	Mangalore RBD Pamolein	649	656	-7
	Tuticorin (RBD Palmolein)	654	651	3
	Delhi	680	680	Unch
	Rajkot	651	651	Unch
	Hyderabad	648	650	-2
	PFAD (Kandla)	389	389	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	704	693	11
	Superolien (Mumbai)	714	704	11
* inclusive of GST				
Refined Sunflower Oil	Chennai	830	835	-5
	Mumbai	850	855	-5
	Mumbai(Expeller Oil)	775	785	-10
	Kandla (Ref.)	835	835	Unch
	Hyderabad (Ref)	825	825	Unch
	Latur (Expeller Oil)	790	790	Unch
	Chellakere (Expeller Oil)	795	795	Unch
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1010	1010	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1050	1020	30
	Mumbai	1060	1060	Unch

	Gondal	1040	1050	-10
	Jamnagar	1050	1060	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	788	-3
	Jaipur (Kacchi Ghani Oil)	805	808	-3
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	790	792	-2
	Neewai (Expeller Oil)	778	780	-2
	Neewai (Kacchi Ghani Oil)	792	793	-1
	Bharatpur (Kacchi Ghani Oil)	800	805	-5
	Sri-Ganga Nagar(Exp Oil)	770	775	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	786	795	-9
	Mumbai (Expeller Oil)	800	805	-5
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	865	865	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
	Agra (Kacchi Ghani Oil)	805	810	-5
Refined Cottonseed Oil	Rajkot	770	770	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	790	792	-2
	New Delhi	750	750	Unch
Coconut Oil	Kangayan (Crude)	1450	1450	Unch
	Cochin	1410	1410	Unch
Sesame Oil	New Delhi	1500	1500	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	875	880	-5
Rice Bran Oil (40%)	New Delhi	622	622	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	523	523	Unch
	CNF India	553	553	Unch
Indonesia CPO USD/MT	FOB	490	493	-3
	CNF India	523	523	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	520	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	525	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	650	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	430	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	600	-
Ukraine Origin CSFO USD/MT Kandla	CIF	750	765	-15
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	828	-
Argentina FOB (\$/MT)		27-Sep-19	26-Sep-19	Change
Crude Soybean Oil Ship		654	660	-6
Refined Soy Oil (Bulk) Ship		677	683	-6
Sunflower Oil Ship		705	705	Unch
Cottonseed Oil Ship		634	640	-6
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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