

Domestic Fundamentals:

- Edible oils complex featured mixed trend in various oils at various market centers on Monday.
- Soy oil and palm oil domestic futures fell on fall in international benchmarks. BMD CPO fell on weak global demand. CBOT soy oil declined on selling pressures. Crude oil prices were trading lower on Monday.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Sep palm oil exports fell 19.6 percent to 1,316,670 tons compared to 1,637,752 tons last month. Top buyers were India & subcontinent 338,475 tons (580,430 tons), European Union 272,495 tons (322,485 tons) and China at 240,260 tons (338,025 tons). Values in brackets are figures of last month.
- Palm oil industry conference was 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 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 and rise in crude 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
Oct-19	-1.50	763.00	766.00	763.00	764.00	9,390	3000	32730	-5220
Nov-19	-1.45	760.00	760.90	757.30	758.20	4,650	1710	15050	280
Prices & Vol-OI are at 5:30 PM									

Spread	Oct-19	Nov-19
Spot	1.00	
Oct-19		-5.80
Nov-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Sep-19	0.20	547.50	548.50	547.50	548.40	427	77	790	-303
Oct-19	-4.10	548.00	548.00	543.10	544.80	1032	457	5085	268

Spread	Sep-19	Oct-19
Spot	0.6	
Sep-19		-3.6
Oct-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Oct	0.16	28.7	28.79	28.7	28.78
15-Dec	0.09	28.84	28.99	28.8	28.93
15-Jan	0.10	29.08	29.23	29.04	29.19
15-Mar	0.08	29.35	29.5	29.3	29.44
15-May	0.09	29.68	29.81	29.64	29.77

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	-6	2074	2084	2067	2078
15-Nov	-12	2106	2109	2081	2100
15-Dec	-15	2145	2147	2119	2135
15-Jan	-18	2198	2198	2170	2181

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
30/09/2019	7.14	14192	4.187	57.31	70.87	4.16	99.28	55.33

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		30-Sep-19	28-Sep-19	
Refined Soybean Oil	Indore	765	760	5
	Indore (Soy Solvent Crude)	725	718	7
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	712	715	-3
	Kandla/Mundra	745	740	5
	Kandla/Mundra (Soy Degum)	708	710	-2
	Kolkata	747	745	2
	Delhi	783	787	-4
	Nagpur	765	763	2
	Rajkot	740	740	Unch
	Kota	755	755	Unch



	Hyderabad	Unq	Unq	-
	Akola	768	765	3
	Amrawati	768	764	4
	Bundi	760	760	Unch
	Jalna	764	766	-2
	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	641	635	5
	Haldia Pamolein	649	651	-2
	Chennai RBD Pamolein	651	641	11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	716	714	2
	KPT (krishna patnam) Pamolein	630	630	Unch
	Mumbai RBD Pamolein	667	662	5
	Mangalore RBD Pamolein	656	649	7
	Tuticorin (RBD Palmolein)	649	654	-5
	Delhi	688	680	8
	Rajkot	648	651	-3
	Hyderabad	650	648	2
	PFAD (Kandla)	389	389	Unch
	Refined Palm Stearin (Kandla)	541	541	Unch
	Superolien (Kandla)	683	704	-21
	Superolien (Mumbai)	704	714	-11
* inclusive of GST				
Refined Sunflower Oil	Chennai	830	830	Unch
	Mumbai	855	850	5
	Mumbai(Expeller Oil)	780	775	5
	Kandla (Ref.)	835	835	Unch
	Hyderabad (Ref)	820	825	-5
	Latur (Expeller Oil)	790	790	Unch
	Chellakere (Expeller Oil)	795	795	Unch
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	1100	1050	50
	Chennai	1060	1010	50
	Delhi	1100	1100	Unch
	Hyderabad *	1030	1050	-20
	Mumbai	1060	1060	Unch

	Gondal	1030	1040	-10
	Jamnagar	1050	1050	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	788	785	3
	Jaipur (Kacchi Ghani Oil)	808	805	3
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	792	790	2
	Neewai (Expeller Oil)	778	778	Unch
	Neewai (Kacchi Ghani Oil)	792	792	Unch
	Bharatpur (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	786	786	Unch
	Mumbai (Expeller Oil)	805	800	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	805	Unch
Refined Cottonseed Oil	Rajkot	785	770	15
	Hyderabad	Unq	Unq	-
	Mumbai	795	790	5
	New Delhi	745	750	-5
Coconut Oil	Kangayan (Crude)	1450	1450	Unch
	Cochin	1410	1410	Unch
Sesame Oil	New Delhi	1450	1500	-50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	875	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	550	553	-3
Indonesia CPO USD/MT	FOB	485	490	-5
	CNF India	520	523	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	520	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	523	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	615	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	428	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	750	750	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	805	Closed	-
Argentina FOB (\$/MT)		28-Sep-19	27-Sep-19	Change
Crude Soybean Oil Ship		Closed	654	-
Refined Soy Oil (Bulk) Ship		Closed	677	-
Sunflower Oil Ship		Closed	705	-
Cottonseed Oil Ship		Closed	634	-
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).

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