



### Domestic Fundamentals:

- Edible oils complex featured mixed tone in various markets centers on Friday.
- Soy oil domestic futures fell on demand concerns while CPO rose on demand prospects. BMD CPO fell on concerns of India restricting palm oil imports from Malaysia.
- CBOT soy oil rose on US-China trade optimism on China aggressive buying of US soybean and meat while talks were progressing on positive lines, according to US trade official. Soy oil was further supported by USDA reporting lower US soybean crop in its monthly demand and supply estimate and worsening condition of soybean in US Midwest due to cold weather expected may adversely affect harvest.
- India may restrict palm oil imports from Malaysia due to Malaysian stance of Kashmir in UN, according to trade sources. Malaysian PM said that there is no official word from New Delhi on this issue.
- Palm oil prices are expected to be supported by expectation of fall in stocks of palm oil in coming months, rise in exports of palm oil in coming months, slowdown in palm oil production in coming months, rise in competing oils and depreciation of ringgit
- Palm oil end stocks rose in September in Malaysia by 9 percent primarily due to fall in exports. Palm oil stocks rose above 24 lakh tons. Palm oil stocks rose after fall for last 6 months.
- Palm oil end stocks are expected to fall due to rise in exports from Malaysia and slowdown in production in Malaysia. Palm oil production is expected to rise due to seasonal uptrend of production but at a slower rate. Production rose just 1 percent in Sep in Malaysia indicating slowdown will continue in coming months.
- Production is expected to slow due to low fertilizer use due to lower prices of palm oil, dry condition in various parts of Southeast Asia, haze formation due to burning of forests which will slow harvesting and lead to lower productivity due to lack of oxygen in atmosphere.
- Palm oil exports are expected to rise on firm demand from India and China. Palm oil imports by India is expected to rise on firm imports due to seasonal uptrend of demand, festive demand, positive refining margins and lower crop of oilseeds in the country. However, high stocks at ports will slow demand. Imports by China is expected to remain firm on seasonal uptrend of demand and removal of import quota by the country and US-China trade dispute.
- Soy oil international domestic prices are expected to be supported by demand ahead of festivals and lower crop of soybean in the country. However, negative import parity and negative refining margins and high stocks at India ports will cap gains.
- Soy oil international prices are expected to be supported by fresh buying of soybean by China from US, low stocks of soy oil in US, lower soybean crop in US and firm demand by China. However, higher soybean crop in South America will cap gains.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's September palm oil stocks rose 9.27 percent to 24.48 lakh tons compared to 22.41 lakh tons in August 2019. Production of palm oil in Sep rose 1.15 percent to 18.42 lakh tons compared to 18.22 lakh tons in Aug 2019. Exports of palm oil in Sep fell 18.77 percent to 14.10 lakh tons compared to 17.36 lakh tons in Aug 2019. Imports of palm oil in Sep rose 39.28 percent to 0.71 lakh tons compared to 0.51 lakh tons in Aug 2019. End stocks of palm oil rose more than trade expectation on lower exports.

**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	-1.20	757.00	757.00	753.65	755.90	2,510	-830	16880	-680
Nov-19	-0.45	758.00	758.00	753.30	756.40	6,060	2470	24480	580

Prices & Vol-OI are at 5:30 PM

Spread	Oct-19	Nov-19
Spot	4.10	3.60
Oct-19		0.50
Nov-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Oct-19	0.50	547.30	548.90	544.00	548.00	559	224	4270	-159
Nov-19	1.30	547.00	550.20	545.40	549.20	843	428	2032	262

Spread	Oct-19	Nov-19
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Spot	-1.0	-2.2
Oct-19		1.2
Nov-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	0.26	29.76	30.09	29.75	30.04
15-Jan	0.26	29.99	30.31	29.98	30.27
15-Mar	0.27	30.27	30.57	30.24	30.54
15-May	0.28	30.57	30.86	30.55	30.84
15-Jul	0.17	30.88	31.17	30.86	31.04

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Oct	-10	2150	2156	2125	2118
15-Nov	-17	2165	2188	2149	2149
15-Dec	-19	2201	2221	2182	2185
15-Jan	-11	2239	2263	2231	2233

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
11/10/2019	7.10	14128	4.186	57.91	71.01	4.11	98.30	54.38

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		11-Oct-19	10-Oct-19	
Refined Soybean Oil	Indore	760	760	Unch
	Indore (Soy Solvent Crude)	720	720	Unch
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	712	715	-3
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	711	715	-4
	Kolkata	748	748	Unch
	Delhi	780	783	-3
	Nagpur	764	767	-3
	Rajkot	735	740	-5
	Kota	765	765	Unch

	Hyderabad	Unq	Unq	-
	Akola	766	768	-2
	Amrawati	766	768	-2
	Bundi	770	770	Unch
	Jalna	760	763	-3
	Solapur	760	763	-3
	Dhule	756	764	-8
Palm Oil*	Kandla (Crude Palm Oil)	574	578	-3
	Kandla (RBD Palm oil)	609	609	Unch
	Kandla RBD Pamolein	651	651	Unch
	Kakinada (Crude Palm Oil)	557	551	5
	Kakinada RBD Pamolein	641	638	2
	Haldia Pamolein	651	651	Unch
	Chennai RBD Pamolein	646	646	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	709	709	Unch
	KPT (krishna patnam) Pamolein	641	635	5
	Mumbai RBD Pamolein	667	667	Unch
	Mangalore RBD Pamolein	656	656	Unch
	Tuticorin (RBD Palmolein)	656	656	Unch
	Delhi	685	690	-5
	Rajkot	646	649	-3
	Hyderabad	660	650	10
	PFAD (Kandla)	368	373	-5
	Refined Palm Stearin (Kandla)	557	551	5
	Superolien (Kandla)	688	688	Unch
	Superolien (Mumbai)	693	693	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	835	835	Unch
	Mumbai	840	840	Unch
	Mumbai(Expeller Oil)	770	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)	855	860	-5
Groundnut Oil	Rajkot	990	1000	-10
	Chennai	1040	1040	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1030	1030	Unch

	Gondal	1000	1000	Unch
	Jamnagar	980	980	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	795	Unch
	Jaipur (Kacchi Ghani Oil)	815	815	Unch
	Kota (Expeller Oil)	790	785	5
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	785	785	Unch
	Neewai (Kacchi Ghani Oil)	800	800	Unch
	Bharatpur (Kacchi Ghani Oil)	810	810	Unch
	Sri-Ganga Nagar(Exp Oil)	790	790	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	805	805	Unch
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	792	792	Unch
	Hapur (Expeller Oil)	865	865	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
	Agra (Kacchi Ghani Oil)	815	815	Unch
Refined Cottonseed Oil	Rajkot	782	782	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	802	802	Unch
	New Delhi	750	753	-3
Coconut Oil	Kangayan (Crude)	1370	1370	Unch
	Cochin	1410	1410	Unch
Sesame Oil	New Delhi	1480	1480	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	608	608	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	538	535	3
	CNF India	555	558	-3
Indonesia CPO USD/MT	FOB	505	500	5
	CNF India	530	530	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	533	533	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	530	528	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	645	640	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	430	430	Unch



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	590	-
Ukraine Origin CSFO USD/MT Kandla	CIF	738	735	3
Rapeseed Oil Rotterdam Euro/MT	FOB	840	807	33
Argentina FOB (\$/MT)		10-Oct-19	9-Oct-19	Change
Crude Soybean Oil Ship		659	659	Unch
Refined Soy Oil (Bulk) Ship		682	682	Unch
Sunflower Oil Ship		690	690	Unch
Cottonseed Oil Ship		639	639	Unch
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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