

**Domestic Fundamentals:**

- Edible oils complex featured mixed tone in various markets centers on Thursday.
- Soy oil domestic future rose on rise in international benchmarks while CPO fell on demand concerns. BMD CPO rose on technical buying. CBOT soy oil fell on worries over US-China trade settlement over weekend where China agreed to buy USD 40-50 billion worth of US agriculture goods in return of postponement of import duty on USD 250 billion worth Chinese goods imports. Market took support on higher blending requirement of soy oil based biodiesel in gasoline will increase demand of soy oil and support prices.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO) from Indonesia fell 15.38 percent in August y-o-y to 2.53 MMT from 2.99 MMT in August 2018. Exports of palm oil (CPO and PKO) rose marginally m-o-m in Aug at 2.53 MMT compared to July 2019 at 2.51 MMT. Stocks of palm oil in Aug 2019 rose to 3.8 MMT from 3.51 MMT in July 2019, higher by 8.26 percent m-o-m.
- Palm oil prices are expected to be supported by expectation of fall in end stocks of palm oil in Malaysia, slowdown of production of palm oil in Malaysia, rise in exports of palm oil from Malaysia in coming months, dry condition in Indonesia, depreciation of ringgit and rise in crude oil prices.
- India reported lower imports of edible oils in September due to lower imports across oils. Palm oil imports fell in Sep y-o-y due to higher base last year. Palm oil port stocks rose in Sep despite fall in palm oil imports. However, despite lower imports of palm oil its share in edible oil basket imports rose to 70 percent. Soy oil imports fell on negative import parity and negative refining margins. Also port stocks of soy oil surged in Sep indicating weak demand. Sunflower imports fell in Sep due to higher prices and higher premium over soy oil. However, port stocks fell indicating weak demand. There were no imports of rapeseed oil due to hike in import duty has led to 72 percent fall in imports in oil year 2018-19.
- According to National Oilseed Processors Association (NOPA), U.S. September soybean crush fell by 9.19 percent to 152.566 million bushels from 168.085 million bushels in August 2019, below market expectation. Crush of soybean in Sep was lower by 5.11 percent compared to Sep 2018 figure of 160.779 million bushels. Soy oil stocks in U.S. at the end of Sep rose 2.93 percent to 1.442 billion lbs compared to 1.401 billion lbs in end Aug 2019. Stocks of soy oil in end Sep was lower by 5.81 percent compared to end Sep 2018, which was reported at 1.531 million lbs. Soy oil stocks was above trade expectation.
- The newly planted US soybean is 85% soybean dropping leaves which is down from 94% in corresponding period last year and 5-year average of 93%. About 26% soybean has been harvested compared to 37% in corresponding period last year and 5-year average of 49%. Good to excellent condition at 54% compared to 66% in corresponding period last year reported in the US crop progress report dated 13 October 2019 by United States Department of Agriculture (USDA).
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Oct 1-15 palm oil exports fell 5.9 percent to 659,437 tons compared from 700,935 tons in corresponding period last month. Top buyers were China at 127,573 tons (115,970 tons), India at 113,350 tons (157,450 tons), European Union 100,260 tons (144,760 tons), Pakistan at 40,000 tons (18,000 tons) and United States at 38,200 tons (50,862 tons). Values in brackets are figures of corresponding period 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
Oct-19	0.85	753.95	755.50	753.65	754.70	6,330	880	4530	-3620
Nov-19	2.55	754.50	756.70	754.00	756.45	7,140	-940	32650	1320
Prices & Vol-OI are at 5:30 PM									

Spread	Oct-19	Nov-19
Spot	0.30	
Oct-19		1.75
Nov-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Oct-19	-0.40	555.30	557.30	553.50	554.00	885	-497	3128	-582
Nov-19	-0.40	558.00	560.00	555.10	556.00	690	-362	3603	588

**Spread**
**Oct-19**
**Nov-19**
**Spot**

-4.0

**Oct-19**

2

**Nov-19**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	0.09	30.4	30.6	30.35	30.49
15-Jan	0.09	30.66	30.84	30.6	30.74
15-Mar	0.08	30.9	31.1	30.86	30.99
15-May	0.10	31.19	31.38	31.16	31.29
15-Jul	0.11	31.47	31.67	31.47	31.59

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	4	2195	2210	2186	2192
15-Dec	1	2226	2242	2212	2221
15-Jan	7	2258	2274	2248	2259
15-Feb	8	2296	2306	2285	2298

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/10/2019	7.08	14152	4.18	57.74	71.16	4.16	97.76	53.05

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Oct-19	16-Oct-19	
Refined Soybean Oil	Indore	755	755	Unch
	Indore (Soy Solvent Crude)	720	715	5
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	712	712	Unch
	Kandla/Mundra	745	745	Unch
	Kandla/Mundra (Soy Degum)	708	710	-2
	Kolkata	750	750	Unch
	Delhi	780	775	5
	Nagpur	767	758	9
	Rajkot	740	740	Unch
	Kota	755	755	Unch

	Hyderabad	Unq	Unq	-
	Akola	768	762	6
	Amrawati	768	763	5
	Bundi	760	760	Unch
	Jalna	771	765	6
	Solapur	767	757	10
	Dhule	769	761	8
Palm Oil*	Kandla (Crude Palm Oil)	578	572	5
	Kandla (RBD Palm oil)	614	609	5
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	562	562	Unch
	Kakinada RBD Pamolein	643	643	Unch
	Haldia Pamolein	656	656	Unch
	Chennai RBD Pamolein	656	651	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	715	712	3
	KPT (krishna patnam) Pamolein	646	646	Unch
	Mumbai RBD Pamolein	672	672	Unch
	Mangalore RBD Pamolein	662	662	Unch
	Tuticorin (RBD Palmolein)	666	659	6
	Delhi	687	683	4
	Rajkot	651	651	Unch
	Hyderabad	665	660	5
	PFAD (Kandla)	362	362	Unch
	Refined Palm Stearin (Kandla)	562	562	Unch
	Superolien (Kandla)	688	688	Unch
	Superolien (Mumbai)	693	693	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	830	835	-5
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	770	775	-5
	Kandla (Ref.)	820	820	Unch
	Hyderabad (Ref)	825	820	5
	Latur (Expeller Oil)	800	800	Unch
	Chellakere (Expeller Oil)	780	785	-5
	Erode (Expeller Oil)	855	855	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1020	1030	-10
	Mumbai	1030	1030	Unch

	Gondal	1020	1020	Unch
	Jamnagar	1025	1025	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	798	795	3
	Jaipur (Kacchi Ghani Oil)	821	819	2
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	805	800	5
	Neewai (Expeller Oil)	795	790	5
	Neewai (Kacchi Ghani Oil)	807	805	2
	Bharatpur (Kacchi Ghani Oil)	825	820	5
	Sri-Ganga Nagar(Exp Oil)	810	803	7
	Sri-Ganga Nagar (Kacchi Ghani Oil)	815	805	10
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	930	940	-10
	New Delhi (Expeller Oil)	800	800	Unch
	Hapur (Expeller Oil)	885	875	10
	Hapur (Kacchi Ghani Oil)	920	910	10
	Agra (Kacchi Ghani Oil)	830	825	5
Refined Cottonseed Oil	Rajkot	790	790	Unch
	Hyderabad	Unq	Unq	-
	Mumbai	815	815	Unch
	New Delhi	753	753	Unch
Coconut Oil	Kangayan (Crude)	1330	1330	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	595	595	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	538	535	3
	CNF India	565	563	2
Indonesia CPO USD/MT	FOB	515	510	5
	CNF India	535	533	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	535	533	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	538	535	3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	660	650	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	438	435	3



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	625	-
Ukraine Origin CSFO USD/MT Kandla	CIF	745	733	12
Rapeseed Oil Rotterdam Euro/MT	FOB	825	834	-9
Argentina FOB (\$/MT)		16-Oct-19	15-Oct-19	Change
Crude Soybean Oil Ship		661	663	-2
Refined Soy Oil (Bulk) Ship		684	686	-2
Sunflower Oil Ship		680	685	-5
Cottonseed Oil Ship		641	643	-2
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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