

Domestic Fundamentals:

- Edible oils complex featured mixed tone in various markets centers on Friday.
- Soy oil domestic future fell on demand concerns while CPO rose on rise in international benchmark. BMD CPO rose on buying at lower quotes. 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.
- 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 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.
- 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	-1.10	754.00	754.00	753.50	753.50	1,020	-5310	3930	-600
Nov-19	-1.10	756.95	757.20	753.70	756.25	5,710	-1430	32660	10
Prices & Vol-OI are at 5:30 PM									

Spread	Oct-19	Nov-19
Spot	6.50	
Oct-19		2.75
Nov-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Oct-19	2.30	555.70	561.40	553.30	558.10	360	-525	3142	14
Nov-19	3.50	557.00	563.00	556.30	561.50	761	71	3740	137

Spread	Oct-19	Nov-19
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Spot	-3.1	
Oct-19		3.4
Nov-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	0.07	30.45	30.5	30.33	30.46
15-Jan	0.04	30.7	30.74	30.58	30.67
15-Mar	0.03	30.92	30.99	30.83	30.92
15-May	0.03	31.22	31.26	31.14	31.21
15-Jul	0.06	31.47	31.55	31.42	31.51

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	16	2186	2209	2184	2208
15-Dec	25	2217	2248	2210	2246
15-Jan	26	2249	2289	2247	2287
15-Feb	28	2288	2330	2287	2328

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/10/2019	7.08	14145	4.186	58.24	71.14	4.15	97.45	54.45

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Oct-19	17-Oct-19	
Refined Soybean Oil	Indore	760	755	5
	Indore (Soy Solvent Crude)	720	720	Unch
	Mumbai	755	755	Unch
	Mumbai (Soy Degum)	710	712	-2
	Kandla/Mundra	735	745	-10
	Kandla/Mundra (Soy Degum)	705	708	-3
	Kolkata	750	750	Unch
	Delhi	777	780	-3
	Nagpur	765	767	-2
	Rajkot	740	740	Unch
	Kota	755	755	Unch



	Hyderabad	Unq	Unq	-
	Akola	768	768	Unch
	Amrawati	768	768	Unch
	Bundi	760	760	Unch
	Jalna	769	771	-2
	Solapur	765	767	-2
	Dhule	767	769	-2
Palm Oil*	Kandla (Crude Palm Oil)	578	578	Unch
	Kandla (RBD Palm oil)	614	614	Unch
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	567	562	5
	Kakinada RBD Pamolein	643	643	Unch
	Haldia Pamolein	654	656	-2
	Chennai RBD Pamolein	656	656	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	715	715	Unch
	KPT (krishna patnam) Pamolein	646	646	Unch
	Mumbai RBD Pamolein	672	672	Unch
	Mangalore RBD Pamolein	662	662	Unch
	Tuticorin (RBD Palmolein)	662	666	-4
	Delhi	693	687	6
	Rajkot	656	651	5
	Hyderabad	670	665	5
	PFAD (Kandla)	362	362	Unch
	Refined Palm Stearin (Kandla)	567	562	5
	Superolien (Kandla)	688	688	Unch
	Superolien (Mumbai)	693	693	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	830	830	Unch
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	770	770	Unch
	Kandla (Ref.)	820	820	Unch
	Hyderabad (Ref)	825	825	Unch
	Latur (Expeller Oil)	795	800	-5
	Chellakere (Expeller Oil)	772	780	-8
	Erode (Expeller Oil)	855	855	Unch
Groundnut Oil	Rajkot	1030	1050	-20
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1030	1030	Unch

	Gondal	1040	1020	20
	Jamnagar	1025	1025	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	798	798	Unch
	Jaipur (Kacchi Ghani Oil)	818	821	-3
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	805	805	Unch
	Neewai (Expeller Oil)	795	795	Unch
	Neewai (Kacchi Ghani Oil)	806	807	-1
	Bharatpur (Kacchi Ghani Oil)	820	825	-5
	Sri-Ganga Nagar(Exp Oil)	805	810	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	815	815	Unch
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	910	930	-20
	New Delhi (Expeller Oil)	806	800	6
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	825	830	-5
Refined Cottonseed Oil	Rajkot	810	790	20
	Hyderabad	Unq	Unq	-
	Mumbai	815	815	Unch
	New Delhi	755	753	2
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	602	595	7
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	540	538	2
	CNF India	565	565	Unch
Indonesia CPO USD/MT	FOB	515	515	Unch
	CNF India	535	535	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	535	535	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	535	538	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	660	660	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	435	438	-3



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	650	-
Ukraine Origin CSFO USD/MT Kandla	CIF	745	745	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	812	825	-13
Argentina FOB (\$/MT)		17-Oct-19	16-Oct-19	Change
Crude Soybean Oil Ship		660	661	-1
Refined Soy Oil (Bulk) Ship		683	684	-1
Sunflower Oil Ship		670	680	-10
Cottonseed Oil Ship		640	641	-1
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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