

**Domestic Fundamentals:**

- Edible oils complex showed mostly steady tone in various markets centers on Saturday.
- 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**
**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 |
|---------------------|----------------------------|--------------------|-----------|--------|
|                     |                            | 19-Oct-19          | 18-Oct-19 |        |
| Refined Soybean Oil | Indore                     | 758                | 760       | -2     |
|                     | Indore (Soy Solvent Crude) | 722                | 720       | 2      |
|                     | Mumbai                     | 750                | 755       | -5     |
|                     | Mumbai (Soy Degum)         | 710                | 710       | Unch   |
|                     | Kandla/Mundra              | 740                | 735       | 5      |
|                     | Kandla/Mundra (Soy Degum)  | 705                | 705       | Unch   |
|                     | Kolkata                    | 750                | 750       | Unch   |
|                     | Delhi                      | 777                | 777       | Unch   |
|                     | Nagpur                     | 765                | 765       | Unch   |
|                     | Rajkot                     | 740                | 740       | Unch   |
|                     | Kota                       | 750                | 755       | -5     |

|                       |  |      |      |      |
|-----------------------|--|------|------|------|
|                       | Hyderabad                                    | Unq  | Unq  | -    |
|                       | Akola  | 768  | 768  | Unch |
|                       | Amrawati                                     | 768  | 768  | Unch |
|                       | Bundi  | 755  | 760  | -5   |
|                       | Jalna  | 769  | 769  | Unch |
|                       | Solapur                                      | 765  | 765  | Unch |
|                       | Dhule  | 767  | 767  | Unch |
|                       |  |      |      |      |
| Palm Oil*             | Kandla (Crude Palm Oil)                      | 578  | 578  | Unch |
|                       | Kandla (RBD Palm oil)                        | 620  | 614  | 5    |
|                       | Kandla RBD Pamolein                          | 662  | 656  | 5    |
|                       | Kakinada (Crude Palm Oil)                    | 567  | 567  | Unch |
|                       | Kakinada RBD Pamolein                        | 646  | 643  | 3    |
|                       | Haldia Pamolein                              | 656  | 654  | 2    |
|                       | Chennai RBD Pamolein                         | 656  | 656  | Unch |
|                       | Chennai RBD Pamolein (Vitamin A&D Fortified) | 715  | 715  | Unch |
|                       | KPT (krishna patnam) Pamolein                | 651  | 646  | 5    |
|                       | Mumbai RBD Pamolein                          | 672  | 672  | Unch |
|                       | Mangalore RBD Pamolein                       | 662  | 662  | Unch |
|                       | Tuticorin (RBD Palmolein)                    | 663  | 662  | 1    |
|                       | Delhi  | 695  | 693  | 2    |
|                       | Rajkot                                       | 656  | 656  | Unch |
|                       | Hyderabad                                    | 665  | 670  | -5   |
|                       | PFAD (Kandla)                                | 362  | 362  | Unch |
|                       | Refined Palm Stearin (Kandla)                | 567  | 567  | Unch |
|                       | 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.)                                | 810  | 820  | -10  |
|                       | Hyderabad (Ref)                              | 825  | 825  | Unch |
|                       | Latur (Expeller Oil)                         | 795  | 795  | Unch |
|                       | Chellakere (Expeller Oil)                    | 770  | 772  | -2   |
|                       | Erode (Expeller Oil)                         | 855  | 855  | Unch |
|                       |  |      |      |      |
| Groundnut Oil         | Rajkot                                       | 1000 | 1030 | -30  |
|                       | Chennai                                      | 1030 | 1030 | Unch |
|                       | Delhi  | 1100 | 1100 | Unch |
|                       | Hyderabad *                                  | 1020 | 1020 | Unch |
|                       | Mumbai                                       | 1030 | 1030 | Unch |

|   |                                    |        |      |      |
|---|------------------------------------|--------|------|------|
|   | Gondal                             | 1040   | 1040 | Unch |
|   | Jamnagar                           | 1025   | 1025 | Unch |
|   |                                    |        |      |      |
| Rapeseed Oil/Mustard Oil                            | Jaipur (Expeller Oil)              | 798    | 798  | Unch |
|   | Jaipur (Kacchi Ghani Oil)          | 818    | 818  | Unch |
|   | Kota (Expeller Oil)                | 790    | 790  | Unch |
|   | Kota (Kacchi Ghani Oil)            | 805    | 805  | Unch |
|   | Neewai (Expeller Oil)              | 795    | 795  | Unch |
|   | Neewai (Kacchi Ghani Oil)          | 806    | 806  | Unch |
|   | Bharatpur (Kacchi Ghani Oil)       | 820    | 820  | Unch |
|   | Sri-Ganga Nagar(Exp Oil)           | 800    | 805  | -5   |
|   | Sri-Ganga Nagar (Kacchi Ghani Oil) | 815    | 815  | Unch |
|   | Mumbai (Expeller Oil)              | 800    | 800  | Unch |
|   | Kolkata(Expeller Oil)              | 910    | 910  | Unch |
|   | New Delhi (Expeller Oil)           | 810    | 806  | 4    |
|   | Hapur (Expeller Oil)               | 880    | 885  | -5   |
|   | Hapur (Kacchi Ghani Oil)           | 915    | 920  | -5   |
|   | Agra (Kacchi Ghani Oil)            | 825    | 825  | Unch |
|   |                                    |        |      |      |
| Refined Cottonseed Oil                              | Rajkot                             | 810    | 810  | Unch |
|   | Hyderabad                          | Unq    | Unq  | -    |
|   | Mumbai                             | 815    | 815  | Unch |
|   | New Delhi                          | 760    | 755  | 5    |
|   |                                    |        |      |      |
| Coconut Oil   | Kangayan (Crude)                   | 1320   | 1330 | -10  |
|   | Cochin                             | 1410   | 1410 | Unch |
|   |                                    |        |      |      |
| Sesame Oil  | New Delhi                          | 1450   | 1480 | -30  |
|   | Mumbai                             | Unq    | Unq  | -    |
| Kardi   | Mumbai                             | 880    | 880  | Unch |
| Rice Bran Oil (40%)                                 | New Delhi                          | 606    | 602  | 4    |
| Rice Bran Oil (4%)                                  | Punjab                             | 620    | 620  | Unch |
|   |                                    |        |      |      |
| Malaysia Palmolein USD/MT                           | FOB                                | 545    | 540  | 5    |
|   | CNF India                          | 570    | 565  | 5    |
| Indonesia CPO USD/MT                                | FOB                                | 518    | 515  | 3    |
|   | CNF India                          | 540    | 535  | 5    |
| RBD Palm oil (Malaysia Origin USD/MT)               | FOB                                | Closed | 535  | -    |
| RBD Palm Stearin (Malaysia Origin USD/MT)           | FOB                                | Closed | 535  | -    |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT)        | FOB                                | Closed | 660  | -    |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB                                | Closed | 435  | -    |

|                                      |           |           |           |        |
|--------------------------------------|-----------|-----------|-----------|--------|
| Crude palm Kernel Oil India (USD/MT) | CNF India | Closed    | 650       | -      |
| Ukraine Origin CSFO USD/MT Kandla    | CIF       | 753       | 745       | 8      |
| Rapeseed Oil Rotterdam Euro/MT       | FOB       | Closed    | 812       | -      |
|                                      |           |           |           |        |
| Argentina FOB (\$/MT)                |           | 18-Oct-19 | 17-Oct-19 | Change |
| Crude Soybean Oil Ship               |           | 660       | 660       | Unch   |
| Refined Soy Oil (Bulk) Ship          |           | 683       | 683       | Unch   |
| Sunflower Oil Ship                   |           | 670       | 670       | Unch   |
| Cottonseed Oil Ship                  |           | 640       | 640       | 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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