

Domestic Fundamentals:

- Edible oils complex showed mixed tone in various markets centers on Monday.
- Soy oil and palm oil domestic future was closed today on election in Maharashtra. BMD CPO rose on buying at lower quotes. CBOT soy oil fell on worries over US-China trade settlement 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. However, there cannot be a settlement without inclusion of energy as the amount quoted for agriculture goods is too high.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Oct 1-20 palm oil exports fell 4.4 percent to 903,645 tons compared from 945,241 tons in corresponding period last month. Top buyers were European Union 196,560 tons (239,895 tons), China at 164,838 tons (115,970 tons), India at 131,050 tons (210,480 tons), Pakistan at 40,000 tons (27,050 tons) and United States at 38,200 tons (57,862 tons). Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Oct 1-20 palm oil exports fell 1.9 percent to 900,955 tons compared to 917,945 tons in corresponding period last month. Top buyers were India & subcontinent 228,300 tons (270,630 tons), European Union 171,750 tons (177,960 tons) and China at 142,590 tons (134,260 tons). Values in brackets are figures of corresponding period last month.
- 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.
- Palm oil production is expected to rise in Malaysia on seasonal uptrend of production but at a lower rate due to lower use of fertilizers on lower prices of palm oil, lower production due to haze in some areas as it restricted oxygen needed for palm to mature. Palm oil production is expected to slow in Indonesia in coming months due to haze and dry conditions.
- Stocks of palm oil has surged in Indonesia in August to reach 3.8 MMT on lower exports and higher production. However, due to India-Malaysia and removal of export duty on palm oil and higher use of palm oil in biodiesel will lower end stocks of palm oil in the countries in coming months.
- Soy oil domestic demand is expected to remain subdued due to weak import parity and negative refining margins. However, with the arrival of new crop of soybean in various market location has led to start of crushing season with supply pressure hitting soy oil prices. Around 60 percent of crushing of Indian soybean takes place in Oct-Dec months.
- Soy oil international prices are expected to be underpinned by US-China trade settlement concerns, rise in stocks of soy oil in US, good condition of soybean in US Midwest, weak demand of soybean from China, higher rate of planting in Brazil and higher than expected crop in Argentina.
- 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.

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	0.06	30.3	30.54	30.3	30.42
15-Jan	0.04	30.54	30.77	30.54	30.64
15-Mar	0.05	30.76	31.02	30.76	30.89
15-May	0.04	31.15	31.26	31.11	31.17
15-Jul	0.03	31.35	31.59	31.35	31.45

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	10	2213	2228	2207	2215
15-Dec	4	2247	2268	2243	2246
15-Jan	-1	2288	2309	2281	2285
15-Feb	-5	2327	2347	2322	2324

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/10/2019	7.07	14077	4.182	58.29	70.86	4.11	97.21	53.53

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-Oct-19	19-Oct-19	
Refined Soybean Oil	Indore	755	758	-3
	Indore (Soy Solvent Crude)	720	722	-2
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	710	710	Unch
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	705	705	Unch
	Kolkata	750	750	Unch
	Delhi	777	777	Unch
	Nagpur	765	765	Unch
	Rajkot	732	740	-8
	Kota	750	750	Unch

	Hyderabad	Unq	Unq	-
	Akola	768	768	Unch
	Amrawati	768	768	Unch
	Bundi	755	755	Unch
	Jalna	769	769	Unch
	Solapur	765	765	Unch
	Dhule	767	767	Unch
Palm Oil*	Kandla (Crude Palm Oil)	580	578	2
	Kandla (RBD Palm oil)	620	620	Unch
	Kandla RBD Pamolein	662	662	Unch
	Kakinada (Crude Palm Oil)	567	567	Unch
	Kakinada RBD Pamolein	646	646	Unch
	Haldia Pamolein	656	656	Unch
	Chennai RBD Pamolein	656	656	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	715	715	Unch
	KPT (krishna patnam) Pamolein	651	651	Unch
	Mumbai RBD Pamolein	672	672	Unch
	Mangalore RBD Pamolein	662	662	Unch
	Tuticorin (RBD Palmolein)	666	663	3
	Delhi	695	695	Unch
	Rajkot	658	656	2
	Hyderabad	665	665	Unch
	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	810	Unch
	Hyderabad (Ref)	825	825	Unch
	Latur (Expeller Oil)	795	795	Unch
	Chellakere (Expeller Oil)	770	770	Unch
	Erode (Expeller Oil)	865	855	10
Groundnut Oil	Rajkot	1040	1000	40
	Chennai	1050	1030	20
	Delhi	1100	1100	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1050	1030	20

	Gondal	1030	1040	-10
	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	800	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	815	815	Unch
	Mumbai (Expeller Oil)	795	800	-5
	Kolkata(Expeller Oil)	920	910	10
	New Delhi (Expeller Oil)	810	810	Unch
	Hapur (Expeller Oil)	880	880	Unch
	Hapur (Kacchi Ghani Oil)	915	915	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	815	810	5
	Hyderabad	Unq	Unq	-
	Mumbai	820	815	5
	New Delhi	760	760	Unch
Coconut Oil	Kangayan (Crude)	1320	1320	Unch
	Cochin	1410	1410	Unch
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	606	606	Unch
Rice Bran Oil (4%)	Punjab	620	620	Unch
Malaysia Palmolein USD/MT	FOB	545	545	Unch
	CNF India	568	570	-2
Indonesia CPO USD/MT	FOB	518	518	Unch
	CNF India	543	540	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	540	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	540	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	670	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	438	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	728	753	-25
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	Closed	-
Argentina FOB (\$/MT)		19-Oct-19	18-Oct-19	Change
Crude Soybean Oil Ship		Closed	660	-
Refined Soy Oil (Bulk) Ship		Closed	683	-
Sunflower Oil Ship		Closed	670	-
Cottonseed Oil Ship		Closed	640	-
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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