



Domestic Fundamentals:

- Edible oils complex featured mixed tone in various markets centers on Tuesday.
- Soy oil domestic futures fell on supply pressure of soybean in India while palm oil domestic rose on rise in international benchmark. BMD CPO rose on buying at lower quotes despite India and Malaysia trade spat where edible oils trade body SEA asked refiners to stop buying from Malaysia on Malaysia's stand on Kashmir. CBOT soy oil fell US-China trade settlement optimism, higher rate of harvest of soybean in US Midwest and lower rate of soybean planting in Brazil.
- 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.
- The newly planted US soybean is 94% soybean dropping leaves which is down from 98% in corresponding period last year and 5-year average of 97%. About 46% soybean has been harvested compared to 51% in corresponding period last year and 5-year average of 64%. Good to excellent condition at 54% compared to 64% in corresponding period last year reported in the US crop progress report dated 20 October 2019 by United States Department of Agriculture (USDA).
- 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.

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	-2.65	755.85	756.00	750.70	753.20	8,590	1450	31920	-730
Nov-19	-2.75	757.25	756.50	752.70	754.50	2,650	1560	8620	1200

Prices & Vol-OI are at 5:30 PM

Spread	Oct-19	Nov-19
Spot	1.80	
Oct-19		1.30
Nov-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Oct-19	1.60	557.50	560.80	556.00	560.30	966	606	2694	-448
Nov-19	2.60	560.40	565.80	558.00	565.00	1968	1207	4390	650

Spread	Oct-19	Nov-19
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Spot	-5.3	
Oct-19		4.7
Nov-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	0.25	30.42	30.74	30.35	30.73
15-Jan	0.25	30.66	30.98	30.58	30.96
15-Mar	0.25	30.91	31.23	30.84	31.21
15-May	0.22	31.19	31.5	31.12	31.47
15-Jul	0.24	31.48	31.81	31.42	31.78

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	21	2202	2236	2184	2236
15-Dec	27	2234	2276	2220	2273
15-Jan	32	2272	2321	2263	2317
15-Feb	33	2311	2360	2305	2358

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
22/10/2019	7.08	14038	4.187	58.40	70.93	4.13	97.41	53.76

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		22-Oct-19	21-Oct-19	
Refined Soybean Oil	Indore	755	755	Unch
	Indore (Soy Solvent Crude)	718	720	-2
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	710	710	Unch
	Kandla/Mundra	740	740	Unch
	Kandla/Mundra (Soy Degum)	710	705	5
	Kolkata	750	750	Unch
	Delhi	777	777	Unch
	Nagpur	763	765	-2
	Rajkot	735	732	3
	Kota	750	750	Unch

	Hyderabad	Unq	Unq	-
	Akola	766	768	-2
	Amrawati	766	768	-2
	Bundi	755	755	Unch
	Jalna	757	769	-12
	Solapur	763	765	-2
	Dhule	762	767	-5
Palm Oil*	Kandla (Crude Palm Oil)	583	580	3
	Kandla (RBD Palm oil)	620	620	Unch
	Kandla RBD Pamolein	662	662	Unch
	Kakinada (Crude Palm Oil)	578	567	11
	Kakinada RBD Pamolein	646	646	Unch
	Haldia Pamolein	658	656	2
	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	666	Unch
	Delhi	695	695	Unch
	Rajkot	656	658	-2
	Hyderabad	665	665	Unch
	PFAD (Kandla)	362	362	Unch
	Refined Palm Stearin (Kandla)	578	567	11
	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)	775	770	5
	Kandla (Ref.)	810	810	Unch
	Hyderabad (Ref)	835	825	10
	Latur (Expeller Oil)	795	795	Unch
	Chellakere (Expeller Oil)	770	770	Unch
	Erode (Expeller Oil)	865	865	Unch
Groundnut Oil	Rajkot	1050	1040	10
	Chennai	1050	1050	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1040	1020	20
	Mumbai	1050	1050	Unch

	Gondal	1020	1030	-10
	Jamnagar	1015	1025	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	798	798	Unch
	Jaipur (Kacchi Ghani Oil)	825	818	7
	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	795	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	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	810	815	-5
	Hyderabad	Unq	Unq	-
	Mumbai	820	820	Unch
	New Delhi	760	760	Unch
Coconut Oil	Kangayan (Crude)	1360	1320	40
	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	540	545	-5
	CNF India	565	568	-3
Indonesia CPO USD/MT	FOB	515	518	-3
	CNF India	540	543	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	535	540	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	538	540	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	660	670	-10
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	735	728	7
Rapeseed Oil Rotterdam Euro/MT	FOB	780	812	-32
Argentina FOB (\$/MT)		21-Oct-19	19-Oct-19	Change
Crude Soybean Oil Ship		661	Closed	-
Refined Soy Oil (Bulk) Ship		684	Closed	-
Sunflower Oil Ship		670	Closed	-
Cottonseed Oil Ship		641	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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