



Domestic Fundamentals:

- Edible oils complex featured mostly firm tone in various markets centers on Wednesday.
- Soy oil and palm oil domestic futures demand prospects and rise in international benchmarks. BMD CPO rose on buying at lower quotes despite India and Malaysia trade spat where edible oils trade body SEA asking refiners to stop buying from Malaysia on Malaysia's stand on Kashmir. CBOT soy oil rose US-China trade settlement optimism, lower 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 firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-19	1.05	757.70	758.80	755.40	757.20	7,310	-1280	31710	-210
Dec-19	1.55	758.00	761.30	757.70	758.65	3,250	600	9430	810

Prices & Vol-OI are at 5:30 PM

Spread	Oct-19	Nov-19
Spot	2.80	
Nov-19		1.45
Dec-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Oct-19	0.30	564.20	566.70	561.50	562.50	911	-55	2047	-647
Nov-19	1.10	569.80	572.40	567.00	568.50	1433	-535	4792	402

Spread	Oct-19	Nov-19
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Spot	4.5	
Oct-19		6
Nov-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	-0.09	30.84	31	30.75	30.76
15-Jan	-0.10	31.05	31.21	30.98	30.98
15-Mar	-0.09	31.3	31.45	31.22	31.22
15-May	-0.11	31.57	31.71	31.47	31.48
15-Jul	-0.10	31.84	31.99	31.78	31.78

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	4	2260	2272	2235	2239
15-Dec	10	2300	2317	2280	2283
15-Jan	6	2344	2359	2321	2322
15-Feb	3	2379	2396	2359	2360

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/10/2019	7.07	14034	4.187	58.66	70.92	4.08	97.58	53.92

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Oct-19	22-Oct-19	
Refined Soybean Oil	Indore	760	755	5
	Indore (Soy Solvent Crude)	720	718	2
	Mumbai	755	750	5
	Mumbai (Soy Degum)	712	710	2
	Kandla/Mundra	745	740	5
	Kandla/Mundra (Soy Degum)	715	710	5
	Kolkata	755	750	5
	Delhi	777	777	Unch
	Nagpur	763	763	Unch
	Rajkot	740	735	5
	Kota	750	750	Unch

	Hyderabad	Unq	Unq	-
	Akola	765	766	-1
	Amrawati	765	766	-1
	Bundi	755	755	Unch
	Jalna	757	757	Unch
	Solapur	745	763	-18
	Dhule	760	762	-2
Palm Oil*	Kandla (Crude Palm Oil)	595	583	13
	Kandla (RBD Palm oil)	625	620	5
	Kandla RBD Pamolein	672	662	11
	Kakinada (Crude Palm Oil)	583	578	5
	Kakinada RBD Pamolein	656	646	11
	Haldia Pamolein	670	658	12
	Chennai RBD Pamolein	667	656	11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	751	751	Unch
	KPT (krishna patnam) Pamolein	656	651	5
	Mumbai RBD Pamolein	677	672	5
	Mangalore RBD Pamolein	677	662	16
	Tuticorin (RBD Palmolein)	675	666	9
	Delhi	695	695	Unch
	Rajkot	667	656	11
	Hyderabad	670	665	5
	PFAD (Kandla)	362	362	Unch
	Refined Palm Stearin (Kandla)	583	578	5
	Superolien (Kandla)	693	688	5
	Superolien (Mumbai)	704	693	11
* inclusive of GST				
Refined Sunflower Oil	Chennai	830	830	Unch
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	770	775	-5
	Kandla (Ref.)	820	810	10
	Hyderabad (Ref)	830	835	-5
	Latur (Expeller Oil)	795	795	Unch
	Chellakere (Expeller Oil)	770	770	Unch
	Erode (Expeller Oil)	870	865	5
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1070	1050	20
	Delhi	1100	1100	Unch
	Hyderabad *	1045	1040	5
	Mumbai	1050	1050	Unch

	Gondal	1010	1020	-10
	Jamnagar	1010	1015	-5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	805	798	7
	Jaipur (Kacchi Ghani Oil)	833	825	8
	Kota (Expeller Oil)	795	790	5
	Kota (Kacchi Ghani Oil)	810	805	5
	Neewai (Expeller Oil)	810	795	15
	Neewai (Kacchi Ghani Oil)	825	806	19
	Bharatpur (Kacchi Ghani Oil)	830	820	10
	Sri-Ganga Nagar(Exp Oil)	815	800	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	825	815	10
	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)	835	825	10
Refined Cottonseed Oil	Rajkot	800	810	-10
	Hyderabad	Unq	Unq	-
	Mumbai	820	820	Unch
	New Delhi	760	760	Unch
Coconut Oil	Kangayan (Crude)	1360	1360	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	553	540	13
	CNF India	580	565	15
Indonesia CPO USD/MT	FOB	530	515	15
	CNF India	555	540	15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	548	535	13
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	548	538	10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	680	660	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	445	435	10



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	655	-
Ukraine Origin CSFO USD/MT Kandla	CIF	738	735	3
Rapeseed Oil Rotterdam Euro/MT	FOB	782	780	2
Argentina FOB (\$/MT)		22-Oct-19	21-Oct-19	Change
Crude Soybean Oil Ship		668	661	7
Refined Soy Oil (Bulk) Ship		691	684	7
Sunflower Oil Ship		670	670	Unch
Cottonseed Oil Ship		648	641	7
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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