



Domestic Fundamentals:

- Edible oils complex featured mixed trend in various markets centers on Thursday.
- Soy oil and palm oil domestic futures rose on demand prospects. BMD CPO fell on profit taking. CBOT soy oil fell on US-China trade settlement concerns, faster rate of harvest of soybean in US Midwest and rains in soybean growing regions in Brazil and Argentina.
- 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, dry condition in Indonesia, depreciation of ringgit and rise in crude oil prices.
- Palm oil end stocks are expected to fall in Oct in Malaysia on rise in exports of palm oil from Malaysia in Oct and slowdown in production of palm oil in Malaysia in Oct.
- 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 and dry conditions in some areas of the country.
- Palm oil exports rose from Malaysia in Oct on firm demand from top importing destinations especially EU and China while imports from India will remain muted in coming weeks. Demand firmed from EU in anticipation of higher prices of palm oil. Imports of palm oil rose from China due to lower imports of soybean by China leading to lower supply of soy oil in the country leading to higher imports of palm oil.
Imports of palm oil by India from Malaysia slowed in Oct due to strong imports of palm oil in last 3 months and higher stocks of palm oil at Indian ports. However, due to India-Malaysia tussle on Kashmir issue will slow palm oil imports
- 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.
- Large parts if soybean crop has been damaged by recent rains in Maharashtra. This has come after heavy rains cut production in Madhya Pradesh. This will effectively cut major soybean crop in the country. This will put pressure on soy oil end stocks of India in oil year 2019-20. Further, this will raise imports of soy oil as its premium over palm oil has narrowed.
- Soy oil domestic demand is expected to remain subdued due to weak import parity and negative refining margins. However, with crop damages in Maharashtra, soybean prices have risen and will result in disparity in crush margins leading to lower production of soy oil. 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 delay, rise in stocks of soy oil in US, faster rate of harvest in US Midwest, rains in soybean growing regions in Brazil and Argentina and weak Chinese soybean demand.
- US soybean is 75% harvested compared to 81% in corresponding period last year and 5-year average of 87%, in the US crop progress report dated 3 November 2019 by United States Department of Agriculture (USDA).

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	3.65	786.60	794.15	784.60	791.45	2,720	-520	13190	-960
Dec-19	2.90	790.00	798.20	788.50	794.90	15,850	6660	31590	3520
Prices & Vol-OI are at 5:30 PM									

Spread	Nov-19	Dec-19
Spot	-6.45	
Nov-19		3.45
Dec-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-19	5.50	614.00	622.40	611.00	619.50	1816	734	5075	435
Dec-19	3.60	616.50	626.00	616.00	623.00	975	680	2385	146

Spread	Nov-19	Dec-19
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Spot	-9.5	
Nov-19		3.5
Dec-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	-0.11	31.75	31.78	31.42	31.64
15-Jan	-0.09	31.96	31.99	31.63	31.87
15-Mar	-0.1	32.2	32.22	31.89	32.12
15-May	-0.07	32.51	32.54	32.2	32.46
15-Jul	-0.06	32.82	32.82	32.5	32.75

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	-3	2561	2561	2489	2480
15-Dec	-40	2511	2564	2466	2478
15-Jan	-28	2554	2575	2515	2528
15-Feb	-24	2581	2595	2543	2555

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
07/11/2019	6.97	13995	4.125	59.66	70.94	4.08	97.87	57.20

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		7-Nov-19	6-Nov-19	
Refined Soybean Oil	Indore	785	790	-5
	Indore (Soy Solvent Crude)	755	755	Unch
	Mumbai	790	780	10
	Mumbai (Soy Degum)	750	745	5
	Kandla/Mundra	775	772	3
	Kandla/Mundra (Soy Degum)	744	740	4
	Kolkata	780	765	15
	Delhi	812	810	2
	Nagpur	784	786	-2
	Rajkot	765	765	Unch
	Kota	785	775	10

	Hyderabad	Unq	Unq	-
	Akola	783	785	-2
	Amrawati	783	785	-2
	Bundi	790	780	10
	Jalna	784	786	-2
	Solapur	776	778	-2
	Dhule	788	788	Unch
Palm Oil*	Kandla (Crude Palm Oil)	641	638	2
	Kandla (RBD Palm oil)	672	667	5
	Kandla RBD Pamolein	719	709	11
	Kakinada (Crude Palm Oil)	635	630	5
	Kakinada RBD Pamolein	714	704	11
	Haldia Pamolein	712	700	12
	Chennai RBD Pamolein	727	725	2
	Chennai RBD Pamolein (Vitamin A&D Fortified)	776	775	1
	KPT (krishna patnam) Pamolein	719	709	11
	Mumbai RBD Pamolein	730	725	5
	Mangalore RBD Pamolein	737	730	7
	Tuticorin (RBD Palmolein)	733	728	5
	Delhi	746	744	2
	Rajkot	709	701	7
	Hyderabad	730	730	Unch
	PFAD (Kandla)	420	404	16
	Refined Palm Stearin (Kandla)	635	630	5
	Superolien (Kandla)	735	735	Unch
	Superolien (Mumbai)	740	740	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	830	830	Unch
	Mumbai	830	830	Unch
	Mumbai(Expeller Oil)	770	770	Unch
	Kandla (Ref.)	820	820	Unch
	Hyderabad (Ref)	830	830	Unch
	Latur (Expeller Oil)	805	805	Unch
	Chellakere (Expeller Oil)	780	780	Unch
	Erode (Expeller Oil)	865	865	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1030	1050	-20
	Delhi	1100	1100	Unch
	Hyderabad *	1025	1025	Unch
	Mumbai	1040	1040	Unch

	Gondal	1000	1000	Unch
	Jamnagar	1000	1010	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	828	828	Unch
	Jaipur (Kacchi Ghani Oil)	848	844	4
	Kota (Expeller Oil)	825	825	Unch
	Kota (Kacchi Ghani Oil)	840	840	Unch
	Neewai (Expeller Oil)	822	822	Unch
	Neewai (Kacchi Ghani Oil)	835	835	Unch
	Bharatpur (Kacchi Ghani Oil)	840	840	Unch
	Sri-Ganga Nagar(Exp Oil)	825	825	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	840	835	5
	Mumbai (Expeller Oil)	815	815	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	834	840	-6
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	845	845	Unch
Refined Cottonseed Oil	Rajkot	800	800	Unch
	Hyderabad	775	775	Unch
	Mumbai	805	805	Unch
	New Delhi	748	757	-9
Coconut Oil	Kangayan (Crude)	1355	1355	Unch
	Cochin	1410	1410	Unch
Sesame Oil	New Delhi	1500	1500	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	890	890	Unch
Rice Bran Oil (40%)	New Delhi	640	637	3
Rice Bran Oil (4%)	Punjab	640	640	Unch
Malaysia Palmolein USD/MT	FOB	620	610	10
	CNF India	648	643	5
Indonesia CPO USD/MT	FOB	588	583	5
	CNF India	620	613	7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	618	608	10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	613	608	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	715	715	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	495	485	10



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	720	-
Ukraine Origin CSFO USD/MT Kandla	CIF	758	755	3
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	830	-
Argentina FOB (\$/MT)		6-Nov-19	5-Nov-19	Change
Crude Soybean Oil Ship		696	692	4
Refined Soy Oil (Bulk) Ship		720	716	4
Sunflower Oil Ship		670	660	10
Cottonseed Oil Ship		676	672	4
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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