



Domestic Fundamentals:

- Edible oils complex featured mixed trend in various markets centers on Tuesday.
- Soy oil and palm oil domestic futures were closed today on occasion on holiday. BMD CPO fell on technical selling. CBOT soy oil rose on lowering of soy oil end stocks in US by USDA, expectation of imposition of some sort of control over soybean in Argentina and US-China trade settlement optimism. Crude oil was trading lower in Monday.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Nov 1-10 palm oil exports rose 13.3 percent to 425,010 tons compared from 375,117 tons in corresponding period last month. Top buyers were European Union 93,810 tons (52,630 tons), China at 89,170 tons (70,163 tons), United States at 41,270 tons (1,700 tons), India at 29,900 tons (49,400 tons) and Pakistan at 0 tons (15,000 tons). Values in brackets are figures of corresponding period last month.
- Palm oil prices are supported by fall in end stocks of palm oil in Malaysia, fall in production of palm oil in Malaysia and rise in exports of palm oil in Malaysia and dry conditions in Indonesia.
- Palm oil end stocks unexpectedly fell 4 percent in October in Malaysia due to fall in production of palm oil and surged in exports of palm oil from Malaysia.
- Palm oil production unexpectedly fell in Malaysia in October due to haze formation, dry conditions and lower fertilizer use in 2019 due to lower prices of palm oil. With this negative read of production of palm oil in Malaysia going further there will be major slowdown of production in coming months and full 2020 estimates of production of palm oil of Malaysia has to significantly revised lower. This will eventually cut end stocks of palm oil in Malaysia in long run.
- Palm oil exports rose from Malaysia in October and is showing strong export numbers in November due to firm demand from EU and China. However, there is major cause of worry as India has imported minimal quantity in November as its oil body SEA called for boycott of palm oil imports from Malaysia on Malaysia's stand over Kashmir issue at UN. There will be no pickup in imports from India in Nov and Dec and India has also opted out of RCEP treaty in 16 nations including India and Malaysia were part has led to policy uncertainty from India side.
- Palm oil exports to China surged from Malaysia in Oct and Nov due to lower imports of soybean by China due to deadly swine flu in the country which led to contraction of swine herd by 41 percent. Going ahead soybean imports by China will remain weak due to low swine herd and any US-China trade deal will not be able to make up for the shortfall of soy oil in the country leading to higher imports of palm oil in coming months.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's October palm oil stocks fell 4.10 percent to 23.48 lakh tons compared to 24.49 lakh tons in September 2019. Production of palm oil in Oct fell 2.53 percent to 17.96 lakh tons compared to 18.42 lakh tons in Sep 2019. Exports of palm oil in Oct rose 16.43 percent to 16.42 lakh tons compared to 14.10 lakh tons in Sep 2019. Imports of palm oil in Oct rose 19.58 percent to 0.85 lakh tons compared to 0.71 lakh tons in Sep 2019. End stocks of palm oil unexpectedly fell compared to trade expectation of rise in end stocks. Fall in stocks was due to lower production and exports of palm oil.
- According to Indonesia trade ministry, Indonesia kept Nov crude palm oil export duty unchanged at zero. The reference price is set at USD 571 per ton, just higher than lower threshold for export duty below USD 570 to calculate export levy. Indonesia taxes palm oil above trigger price of USD 750 per ton. Indonesia has kept crude palm oil export duty at zero since May 2017.

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	4.65	800.05	815.25	800.90	804.70	3,600	-1440	9560	-1650
Dec-19	4.25	804.45	818.20	803.80	808.70	28,530	9920	36770	4590

Prices & Vol-OI are at 5:30 PM

Spread	Nov-19	Dec-19
Spot	-4.70	
Nov-19		4.00
Dec-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-19	8.10	634.00	645.90	632.60	639.10	2928	735	3678	-1405
Dec-19	7.60	641.00	650.90	637.10	643.00	1439	428	3181	448

Spread	Nov-19	Dec-19
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Spot	-5.1	
Nov-19		3.9
Dec-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	-0.10	31.4	31.48	31.23	31.32
15-Jan	-0.09	31.6	31.68	31.45	31.53
15-Mar	-0.1	31.85	31.93	31.71	31.79
15-May	-0.09	32.18	32.23	32.02	32.1
15-Jul	-0.09	32.45	32.52	32.3	32.37

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Nov	-26	2598	2598	2541	2553
15-Dec	-25	2632	2653	2594	2604
15-Jan	-15	2653	2678	2627	2638
15-Feb	-13	2666	2683	2638	2647

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/11/2019	7.00	14060	4.143	59.50	71.58	4.15	98.38	57.08

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Nov-19	11-Nov-19	
Refined Soybean Oil	Indore	810	800	10
	Indore (Soy Solvent Crude)	770	760	10
	Mumbai	795	795	Unch
	Mumbai (Soy Degum)	780	765	15
	Kandla/Mundra	800	800	Unch
	Kandla/Mundra (Soy Degum)	760	755	5
	Kolkata	790	790	Unch
	Delhi	838	838	Unch
	Nagpur	800	813	-13
	Rajkot	790	790	Unch
	Kota	805	805	Unch

	Hyderabad	Unq	Unq	-
	Akola	805	815	-10
	Amrawati	805	812	-7
	Bundi	810	810	Unch
	Jalna	800	800	Unch
	Solapur	802	802	Unch
	Dhule	804	805	-1
Palm Oil*	Kandla (Crude Palm Oil)	669	666	3
	Kandla (RBD Palm oil)	704	704	Unch
	Kandla RBD Pamolein	751	746	5
	Kakinada (Crude Palm Oil)	662	656	5
	Kakinada RBD Pamolein	740	737	3
	Haldia Pamolein	743	737	6
	Chennai RBD Pamolein	751	746	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	815	815	Unch
	KPT (krishna patnam) Pamolein	746	740	5
	Mumbai RBD Pamolein	761	751	11
	Mangalore RBD Pamolein	761	758	3
	Tuticorin (RBD Palmolein)	770	770	Unch
	Delhi	775	775	Unch
	Rajkot	737	746	-8
	Hyderabad	765	765	Unch
	PFAD (Kandla)	433	431	2
	Refined Palm Stearin (Kandla)	662	656	5
	Superolien (Kandla)	740	740	Unch
	Superolien (Mumbai)	751	751	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	845	845	Unch
	Mumbai	840	840	Unch
	Mumbai(Expeller Oil)	790	780	10
	Kandla (Ref.)	840	835	5
	Hyderabad (Ref)	852	852	Unch
	Latur (Expeller Oil)	810	810	Unch
	Chellakere (Expeller Oil)	785	785	Unch
	Erode (Expeller Oil)	870	870	Unch
Groundnut Oil	Rajkot	960	1025	-65
	Chennai	1005	1005	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1020	1020	Unch
	Mumbai	1020	1020	Unch

	Gondal	980	980	Unch
	Jamnagar	975	975	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	828	828	Unch
	Jaipur (Kacchi Ghani Oil)	851	851	Unch
	Kota (Expeller Oil)	835	835	Unch
	Kota (Kacchi Ghani Oil)	840	840	Unch
	Neewai (Expeller Oil)	825	825	Unch
	Neewai (Kacchi Ghani Oil)	840	840	Unch
	Bharatpur (Kacchi Ghani Oil)	840	840	Unch
	Sri-Ganga Nagar(Exp Oil)	825	825	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	840	840	Unch
	Mumbai (Expeller Oil)	815	815	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	842	842	Unch
	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	810	-10
	Hyderabad	785	785	Unch
	Mumbai	815	815	Unch
	New Delhi	765	765	Unch
Coconut Oil	Kangayan (Crude)	1400	1400	Unch
	Cochin	1410	1410	Unch
Sesame Oil	New Delhi	1500	1500	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	645	645	Unch
Rice Bran Oil (4%)	Punjab	640	640	Unch
Malaysia Palmolein USD/MT	FOB	640	633	7
	CNF India	670	660	10
Indonesia CPO USD/MT	FOB	608	605	3
	CNF India	640	633	7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	638	633	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	630	625	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	735	730	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	513	505	8



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	730	-
Ukraine Origin CSFO USD/MT Kandla	CIF	775	770	5
Rapeseed Oil Rotterdam Euro/MT	FOB	835	835	Unch
Argentina FOB (\$/MT)		11-Nov-19	9-Nov-19	Change
Crude Soybean Oil Ship		708	Closed	-
Refined Soy Oil (Bulk) Ship		733	Closed	-
Sunflower Oil Ship		685	Closed	-
Cottonseed Oil Ship		688	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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