

**Domestic Fundamentals:**

- Mostly firm sentiment featured in various edible oils at various market centers on Monday.
- Palm oil- Appreciation of ringgit, expectation of rise in end stocks of palm oil in Malaysia in November, weak exports of palm oil from Malaysia in November, expectation of higher than expected production of palm oil in Malaysia in November will underpin prices in near term.
Ringgit has broken critical support and further appreciation is in cards. Palm oil markets are reacting to the appreciation and expected appreciation of ringgit.
End stocks of palm oil will rise in Malaysia in November on higher production and weaker exports. However, rise of end stocks will be slower than expected.
Production in Malaysia is slowing but slowdown in production will be staggered in November and December.
Exports of palm oil from Malaysia in November fell 5-8 percent in slowdown of demand from top importing destinations. Exports will slow down on seasonal downtrend of demand.
India purchased lower amount of palm oil in November from Malaysia as it imposed higher import duties of palm oil. Margins in imports and refining is higher in CPO compared to ready to use palmolein has led Indian refiners to shift imports from Indonesia compared to Malaysia. India was the major swing factor in slowdown of exports from Malaysia in November.
- Soy oil- US EPA increased biodiesel production target marginally for 2018. Most of the requirement of soy oil based biodiesel will be met by domestic production of biodiesel after imposing 72 percent anti dumping duty on imports of soy oil based biodiesel from Argentina which out-priced them from US market.
Soybean crop weather is mixed in Argentina with key grain areas in dry condition while some areas have received beneficial rains. Soybean planting of soybean is expected to fall to 16.8 million hectares from initial estimate of 18.1 million hectares.
If dry weather continues in Argentina then the crop estimate of soybean crop could be reduced.
USDA increased US soybean area forecast in 2018/19 to 91 million acres which is at record levels and above 2017/18. With improved condition of soybean crop in Brazil has led to expectation of rise in crop size on Brazil equaling last year record.
Soybean harvest has is over in US and it has completed harvest in normal time.
Rise in crude oil prices will support soy oil prices in near term.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's November palm oil exports fell 7.5 percent to 1,311,012 compared to 1,416,664 last month. Top buyers are European Union at 246,561 tons (293,425 tons), China at 236,606 tons (262,811 tons), India at 112,960 tons (175,230 tons), Pakistan at 69,450 tons (82,540 tons) and United States at 69,225 tons (61,772 tons). Values in brackets are of last month.

Outlook: Edible oil basket is expected to feature range –bound to weak sentiment in near term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Dec-17	-1.25	732.50	734.00	729.60	730.00
Jan-18	-2.40	748.50	748.50	742.45	743.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	5,230	-4300	19320	-430
Jan-18	12,550	5140	39370	-550

Vol-OI are taken at 5:05 PM

Spread	Dec-17	Jan-18
Basis	0.00	
Dec-17		13.30
Jan-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-17	-1.20	587.00	587.90	582.50	583.20
Jan-18	-1.90	586.60	589.50	584.00	584.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	750	424	3995	35
Jan-18	519	282	2362	257

Vol-OI are taken at 5:05 PM

Spread	Dec-17	Jan-18
Basis	2.8	
Dec-17		0.8
Jan-18		

* CPO Kandla prices taken for spread calculated as at 6:30 PM



CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	0.26	33.85	33.86	33.85	33.86
15-Jan	0.17	33.8	33.96	33.71	33.86
15-Mar	0.16	34	34.18	33.95	34.07
15-May	0.16	34.2	34.37	34.13	34.27
15-July	0.17	34.4	34.54	34.32	34.46

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	-15	2519	2519	2480	2480
15-Jan	-16	2576	2589	2550	2555
15-Feb	-20	2613	2625	2583	2588
15-Mar	-22	2642	2651	2611	2615

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/12/2017	6.62	13521	4.06	17.21	64.37	3.26	93.16	57.72

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Dec-17	2-Dec-17	
Refined Soybean Oil	Indore	730	725	5
	Indore (Soy Solvent Crude)	693	688	5
	Mumbai	740	735	5
	Mumbai (Soy Degum)	690	690	Unch
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	702	702	Unch
	Kolkata	740	740	Unch
	Delhi	765	760	5
	Nagpur	754	750	4
	Rajkot	720	720	Unch
	Kota	735	735	Unch
	Hyderabad	680	720	-40
	Akola	754	752	2
	Amrawati	754	752	2
	Bundi	740	740	Unch
	Jalna	756	752	4
	Alwar	NA	NA	-
	Solapur	754	750	4
	Dhule	756	757	-1
Palm Oil	Kandla (Crude Palm Oil)	586	585	1
	Kandla (RBD Palm oil)	620	620	Unch
	Kandla RBD Pamolein	642	642	Unch
	Kakinada (Crude Palm Oil)	595	595	Unch
	Kakinada RBD Pamolein	642	642	Unch

	Haldia Pamolein	640	640	Unch
	Chennai RBD Pamolein	643	643	Unch
	KPT (krishna patnam) Pamolein	640	640	Unch
	Mumbai RBD Pamolein	660	648	12
	Delhi	705	710	-5
	Rajkot	638	640	-2
	Hyderabad	665	665	Unch
	Mangalore RBD Pamolein	643	643	Unch
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	505	505	Unch
Refined Sunflower Oil	Chennai	715	720	-5
	Mumbai	760	760	Unch
	Mumbai(Expeller Oil)	672	670	2
	Kandla (Ref.)	735	735	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	741	-38
	Latur (Expeller Oil)	735	735	Unch
	Chellakere (Expeller Oil)	675	675	Unch
	Erode (Expeller Oil)	750	750	Unch
Groundnut Oil	Rajkot	900	885	15
	Chennai	860	850	10
	Delhi	860	860	Unch
	Hyderabad *	870	840	30
	Mumbai	920	905	15
	Gondal	900	880	20
	Jamnagar	900	880	20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	805	805	Unch
	Jaipur (Kacchi Ghani Oil)	828	827	1
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	815	815	Unch
	Neewai (Expeller Oil)	795	790	5
	Neewai (Kacchi Ghani Oil)	815	808	7
	Bharatpur (Kacchi Ghani Oil)	845	840	5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	790	790	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	815	815	Unch
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	900	900	Unch



	New Delhi (Expeller Oil)	820	820	Unch
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
	Agra (Kacchi Ghani Oil)	850	845	5
Refined Cottonseed Oil	Rajkot	690	690	Unch
	Hyderabad	685	685	Unch
	Mumbai	695	695	Unch
	New Delhi	685	685	Unch
Coconut Oil	Kangayan (Crude)	1725	1725	Unch
	Cochin	1720	1720	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	900	900	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	495	490	5
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	653	648	5
	CNF India	688	680	8
Indonesia CPO USD/MT	FOB	658	648	10
	CNF India	688	680	8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	650	643	7
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	673	665	8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1480	1460	20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	623	618	5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1440	-
Ukraine Origin CSFO USD/MT Kandla	CIF	803	803	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		2-Dec-17	1-Dec-17	Change
Crude Soybean Oil Ship		NA	NA	-
Refined Soy Oil (Bulk) Ship		NA	NA	-
Sunflower Oil Ship		NA	NA	-
Cottonseed Oil Ship		NA	NA	-
Refined Linseed Oil (Bulk) Ship		NA	NA	-
* indicates including VAT				

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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