

**Domestic Fundamentals:**

- Mostly weak sentiment featured in various edible oils at various market centers on Tuesday.
- Soy oil- US EPA increased kept soy oil based biodiesel production target unchanged for 2018 at 2.1 billion gallons which is unchanged compared to 2017 has led to weak movement of soy oil prices in near term. This comes after US imposed 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 suffering under dry conditions 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. Yield will be adversely affected by dry conditions.
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. Prices are in a range.
- 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 an 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. Prices are in a range.
- 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	-3.15	726.00	726.00	723.30	724.15
Jan-18	-2.60	737.00	739.80	735.10	736.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	6,550	1320	16360	-2960
Jan-18	15,790	3240	39760	390

Vol-OI are taken at 5:05 PM

Spread	Dec-17	Jan-18
Basis	5.85	
Dec-17		12.45
Jan-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-17	-4.50	577.60	579.00	575.00	576.00
Jan-18	-3.60	578.10	578.80	576.00	577.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	1007	257	3886	-109
Jan-18	489	-30	2516	154

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	-0.08	33.34	33.34	33.25	33.28
15-Jan	-0.16	33.54	33.54	33.26	33.28
15-Mar	-0.16	33.71	33.74	33.47	33.5
15-May	-0.18	33.91	33.92	33.65	33.67
15-July	-0.17	34.09	34.09	33.85	33.87

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	-30	2455	2456	2445	2456
15-Jan	-22	2542	2544	2509	2531
15-Feb	-24	2578	2582	2544	2563
15-Mar	-26	2605	2608	2571	2587

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
05/12/2017	6.621	13514	4.06	17.33	64.37	3.24	93.16	57.16

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		5-Dec-17	4-Dec-17	
Refined Soybean Oil	Indore	730	730	Unch
	Indore (Soy Solvent Crude)	693	693	Unch
	Mumbai	730	740	-10
	Mumbai (Soy Degum)	690	690	Unch
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	702	702	Unch
	Kolkata	736	740	-4
	Delhi	760	765	-5
	Nagpur	754	754	Unch
	Rajkot	720	720	Unch
	Kota	735	735	Unch
	Hyderabad	680	680	Unch
	Akola	752	754	-2
	Amrawati	752	754	-2
	Bundi	740	740	Unch
	Jalna	756	756	Unch
	Alwar	NA	NA	-
	Solapur	754	754	Unch
	Dhule	756	756	Unch
Palm Oil	Kandla (Crude Palm Oil)	586	586	Unch
	Kandla (RBD Palm oil)	615	620	-5
	Kandla RBD Pamolein	640	642	-2
	Kakinada (Crude Palm Oil)	595	595	Unch
	Kakinada RBD Pamolein	640	642	-2

	Haldia Pamolein	638	640	-2
	Chennai RBD Pamolein	638	643	-5
	KPT (krishna patnam) Pamolein	638	640	-2
	Mumbai RBD Pamolein	660	660	Unch
	Delhi	705	705	Unch
	Rajkot	630	638	-8
	Hyderabad	665	665	Unch
	Mangalore RBD Pamolein	638	643	-5
	PFAD (Kandla)	460	460	Unch
	Refined Palm Stearin (Kandla)	505	505	Unch
Refined Sunflower Oil	Chennai	715	715	Unch
	Mumbai	760	760	Unch
	Mumbai(Expeller Oil)	670	672	-2
	Kandla (Ref.)	735	735	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	703	703	Unch
	Latur (Expeller Oil)	735	735	Unch
	Chellakere (Expeller Oil)	675	675	Unch
	Erode (Expeller Oil)	750	750	Unch
Groundnut Oil	Rajkot	900	900	Unch
	Chennai	860	860	Unch
	Delhi	860	860	Unch
	Hyderabad *	890	870	20
	Mumbai	930	920	10
	Gondal	900	900	Unch
	Jamnagar	900	900	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	810	805	5
	Jaipur (Kacchi Ghani Oil)	825	828	-3
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	820	815	5
	Neewai (Expeller Oil)	790	795	-5
	Neewai (Kacchi Ghani Oil)	811	815	-4
	Bharatpur (Kacchi Ghani Oil)	840	845	-5
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	795	790	5
	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)	845	850	-5
Refined Cottonseed Oil	Rajkot	680	690	-10
	Hyderabad	685	685	Unch
	Mumbai	705	695	10
	New Delhi	680	685	-5
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	500	495	5
Rice Bran Oil (4%)	Punjab	600	600	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	648	653	-5
	CNF India	675	688	-13
Indonesia CPO USD/MT	FOB	650	658	-8
	CNF India	675	688	-13
RBD Palm oil (Malaysia Origin USD/MT)	FOB	643	650	-7
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	665	673	-8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1465	1480	-15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	623	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1430	-
Ukraine Origin CSFO USD/MT Kandla	CIF	805	803	2
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		4-Dec-17	2-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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