

**Domestic Fundamentals:**

- Edible oils noticed mixed tone at various market centers on Tuesday.
- Palm oil- Palm oil end stocks of Malaysia rose sharply in November to 25.57 lakh tons from 22.03 lakh tons in October. Production fell 3.3 percent while exports fell 11.94 percent. Rise in end stocks was above trade estimates. Production fell on seasonal downtrend of production while exports fell on weak demand from India and China. India is purchasing less on hike in import duties on edible oils and on lower margins in refining compared to ready to use palmolein. Appreciation of ringgit, rise in end stocks of palm oil in Malaysia in November, fall in exports in first 10 days of December from Malaysia, and fall in competitive oil like CBOT soy oil and DALIAN RBD palmolein will underpin prices in near term. Soy oil has been falling for some time while DALIAN is also correcting, weakening palm oil prices on higher correlation. Ringgit is at critical support and if it breaks 4.06 then more further appreciation is in cards. Exports of palm oil from Malaysia in first 10 days of December fell 16.6 percent in slowdown of demand from top importing destinations. Exports will slow down on seasonal downtrend of demand. Prices are in a range.
- Soy oil- Forecast of rains in South America by mid December in Argentina and Brazil is expected to underpin soybean complex prices in near term. Soybean crop is suffering under dry conditions in Argentina with key grain areas in dry condition while some areas have received beneficial rains. Yield will be adversely affected if dry conditions continue. EPA 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. 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. Rise in crude oil prices will support soy oil prices in near term. Prices are in a range.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's November palm oil stocks rose 16.02 percent to 25.57 lakh tons compared to 22.03 lakh tons in October. Production of palm oil in November fell 3.29 percent to 19.43 lakh tons compared to 20.08 lakh tons in October. Exports of palm oil in November fell 11.94 percent to 13.54 lakh tons compared to 15.38 lakh tons in October. Imports of palm oil in November rose 124 percent to 0.30 lakh tons compared to 0.13 lakh tons in October. Rise in palm oil end stocks in October was above trade estimates.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's December 1-10 palm oil exports fell 16.6 percent to 364,277 from 436,988 compared to corresponding period last month. Top buyers are European Union at 98,252 tons (89,532 tons), India & subcontinent at 68,880 tons (106,000 tons) and China at 40,460 (81,796 tons). Values in brackets are figures of corresponding period 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	2.25	716.15	718.50	716.00	718.40
Jan-18	2.00	729.90	730.60	727.00	730.10

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	2,910	-860	7110	-780
Jan-18	16,320	-6110	46450	-70

Vol-OI are taken at 5:05 PM

Spread	Dec-17	Jan-18
Basis	-3.40	
Dec-17		11.70
Jan-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-17	2.00	566.90	567.00	561.80	563.70
Jan-18	1.90	565.70	568.90	561.70	563.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	629	-67	3799	-105
Jan-18	1366	253	3876	-102

Vol-OI are taken at 5:05 PM

Spread	Dec-17	Jan-18
Basis	5.3	
Dec-17		-0.1
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-Jan	-0.01	33.44	33.63	33.38	33.45
15-Mar	-0.01	33.57	33.79	33.54	33.6
15-May	-0.01	33.71	33.93	33.69	33.74
15-July	0	33.9	34.1	33.86	33.92
15-Aug	-0.01	33.88	34.08	33.85	33.88

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	15	2378	2395	2362	2365
15-Jan	10	2435	2457	2421	2431
15-Feb	12	2478	2495	2462	2473
15-Mar	11	2518	2535	2501	2513

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/12/2017	6.62	13580	4.076	17.23	64.36	3.30	93.87	58.30

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Dec-17	11-Dec-17	
Refined Soybean Oil	Indore	715	715	Unch
	Indore (Soy Solvent Crude)	680	680	Unch
	Mumbai	730	730	Unch
	Mumbai (Soy Degum)	685	682	3
	Kandla/Mundra	720	720	Unch
	Kandla/Mundra (Soy Degum)	685	685	Unch
	Kolkata	728	730	-2
	Delhi	755	750	5
	Nagpur	744	744	Unch
	Rajkot	710	710	Unch
	Kota	720	715	5
	Hyderabad	710	705	5
	Akola	739	739	Unch
	Amrawati	738	738	Unch
	Bundi	720	725	-5
	Jalna	748	748	Unch
	Alwar	NA	NA	-
	Solapur	745	745	Unch
	Dhule	739	739	Unch
Palm Oil*	Kandla (Crude Palm Oil)	597	595	2
	Kandla (RBD Palm oil)	630	630	Unch
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	609	604	5
	Kakinada RBD Pamolein	662	662	Unch



	Haldia Pamolein	659	659	Unch
	Chennai RBD Pamolein	667	667	Unch
	KPT (krishna patnam) Pamolein	656	656	Unch
	Mumbai RBD Pamolein	672	672	Unch
	Delhi	690	690	Unch
	Rajkot	651	651	Unch
	Hyderabad	680	680	Unch
	Mangalore RBD Pamolein	667	667	Unch
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	515	515	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	710	710	Unch
	Mumbai	760	760	Unch
	Mumbai(Expeller Oil)	660	660	Unch
	Kandla (Ref.)	730	730	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	689	698	-9
	Latur (Expeller Oil)	737	737	Unch
	Chellakere (Expeller Oil)	655	665	-10
	Erode (Expeller Oil)	740	745	-5
Groundnut Oil	Rajkot	900	910	-10
	Chennai	850	850	Unch
	Delhi	850	860	-10
	Hyderabad *	870	880	-10
	Mumbai	930	930	Unch
	Gondal	900	890	10
	Jamnagar	900	900	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	790	Unch
	Jaipur (Kacchi Ghani Oil)	809	808	1
	Kota (Expeller Oil)	775	775	Unch
	Kota (Kacchi Ghani Oil)	805	805	Unch
	Neewai (Expeller Oil)	771	775	-4
	Neewai (Kacchi Ghani Oil)	794	790	4
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	775	775	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	900	900	Unch



	New Delhi (Expeller Oil)	810	810	Unch
	Hapur (Expeller Oil)	850	850	Unch
	Hapur (Kacchi Ghani Oil)	900	900	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	675	675	Unch
	Hyderabad	665	675	-10
	Mumbai	692	695	-3
	New Delhi	675	675	Unch
Coconut Oil	Kangayan (Crude)	1780	1780	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	515	510	5
Rice Bran Oil (4%)	Punjab	590	590	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	628	628	Unch
	CNF India	660	660	Unch
Indonesia CPO USD/MT	FOB	635	638	-3
	CNF India	665	663	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	622	638	-16
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	635	638	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1430	1425	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	605	605	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	660	660	Unch
Ukraine Origin CSFO USD/MT Kandla	CIF	798	798	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		11-Dec-17	9-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	-
* Excluding 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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2017 Indian Agribusiness Systems Pvt Ltd.