

Domestic Fundamentals:

- Edible oils noticed mixed tone at various market centers on Wednesday.
- Palm oil- Weak exports of palm oil from Malaysia in first 20 days of December to India and China, expectation of rise in palm oil end stocks in Malaysia in December and appreciation of ringgit is expected to underpin palm oil period in near term.
Exports of palm oil fell 2.0 percent in first 20 days of December on slow purchases from India and China. India is buying less due to hike in import duty on palm oil, seasonal downtrend of demand and lower margins in ready to use palmolein compared to refined CPO. China is buying more from Indonesia CPO as it is offering better margins to importers and refiners. Production will fall in December in Malaysia on seasonal downtrend of production and higher rate of fall of exports will increase palm oil end stocks in the country which will underpin palm oil in medium term. Malaysia reduced palm oil export duty to increase palm oil exports as end stocks of palm oil is surging and if measures of reduction of export duty are not taken then stocks will rise and prices will collapse. Appreciation of ringgit will underpin palm oil prices in near term. Palm oil prices are in a range with downward bias.
- Soy oil- Soy oil prices will be adversely affected by rise in stocks of soy oil in US in November as reported by NOPA. Rise in end stocks was due to weak demand of soy oil in US and stocks rebounded after many months of fall in stocks. Soybean crop condition in Argentina is expected to improve and planting of soybean will pickup pace after weekend rains in soybean belt in the country. Soybean planting was delayed in the country due to dry conditions. USDA kept soybean crop condition unchanged at 57 MMT in its December review. USDA and Informa have increased soybean area forecast in US for 2018/19 to record in history. Private forecasters have increased soybean crop forecast in Brazil in 2017/18 due to conducive weather. USDA kept its estimate of soybean crop in Brazil in 2017/18 unchanged at 108 MMT. Rise in crude oil prices will support soy oil prices in near term. Prices of soy oil are in a range with downward bias.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's December 1-20 palm oil exports fell 2.0 percent to 865,309 tons compared to 882,943 tons in corresponding period last month. Top buyers are European Union at 237,497 tons (159,679 tons), China at 125,228 tons (138,376 tons), United States at 65,005 tons (48,050 tons), India at 49,880 tons (71,960 tons) and Pakistan at 25,000 tons (35,450 tons). Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's December 1-20 palm oil exports fell 2.0 percent to 874,022 tons compared to 891,926 tons in corresponding period last month. Top buyers are European Union at 241,607 tons (170,081 tons), China at 116,200 (152,396 tons) and India & subcontinent at 87,880 tons (121,510 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
Jan-17	-1.65	725.70	726.10	720.25	723.50
Feb-18	-2.40	731.30	733.20	726.80	729.80

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	21,220	1560	44660	3880
Feb-18	3,840	-1390	35520	240

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	-5.50	
Jan-17		6.30
Feb-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-17	-2.30	560.80	562.50	557.20	558.60
Jan-18	-2.60	562.50	564.30	558.80	560.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	591	-55	3097	-65
Jan-18	1262	16	3712	150

Vol-OI are taken at 5:05 PM

Spread	Dec-17	Jan-18
Basis	0.4	
Dec-17		1.8
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-Jan	0.09	33.24	33.35	33.15	33.31
15-Mar	0.08	33.35	33.51	33.31	33.47
15-May	0.08	33.51	33.64	33.44	33.6
15-July	0.07	33.68	33.79	33.61	33.77
15-Aug	0.06	33.64	33.73	33.6	33.72

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-19	2479	2479	2450	2469
15-Feb	-16	2501	2507	2472	2497
15-Mar	-17	2525	2534	2496	2521
15-Apr	-24	2539	2548	2511	2538

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
20/12/2017	6.58	13575	4.074	17.62	64.04	3.28	93.59	57.74

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		20-Dec-17	19-Dec-17	
Refined Soybean Oil	Indore	718	718	Unch
	Indore (Soy Solvent Crude)	682	685	-3
	Mumbai	720	720	Unch
	Mumbai (Soy Degum)	685	682	3
	Kandla/Mundra	715	715	Unch
	Kandla/Mundra (Soy Degum)	685	685	Unch
	Kolkata	730	730	Unch
	Delhi	750	755	-5
	Nagpur	741	741	Unch
	Rajkot	706	707	-1
	Kota	720	720	Unch
	Hyderabad	710	710	Unch
	Akola	740	739	1
	Amrawati	735	735	Unch
	Bundi	720	715	5
	Jalna	742	742	Unch
	Alwar	NA	NA	-
	Solapur	741	741	Unch
	Dhule	740	736	4
Palm Oil*	Kandla (Crude Palm Oil)	587	587	Unch
	Kandla (RBD Palm oil)	614	614	Unch
	Kandla RBD Pamolein	651	651	Unch
	Kakinada (Crude Palm Oil)	599	599	Unch
	Kakinada RBD Pamolein	656	656	Unch



	Haldia Pamolein	656	656	Unch
	Chennai RBD Pamolein	662	662	Unch
	KPT (krishna patnam) Pamolein	651	651	Unch
	Mumbai RBD Pamolein	667	662	5
	Delhi	680	680	Unch
	Rajkot	643	646	-3
	Hyderabad	685	685	Unch
	Mangalore RBD Pamolein	656	656	Unch
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	515	515	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	705	710	-5
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	660	660	Unch
	Kandla (Ref.)	735	735	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	713	4
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	650	650	Unch
	Erode (Expeller Oil)	745	740	5
Groundnut Oil	Rajkot	920	915	5
	Chennai	870	860	10
	Delhi	850	850	Unch
	Hyderabad *	870	880	-10
	Mumbai	950	950	Unch
	Gondal	925	925	Unch
	Jamnagar	930	930	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	806	804	2
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	770	768	2
	Neewai (Kacchi Ghani Oil)	790	788	2
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	790	790	Unch
	Mumbai (Expeller Oil)	775	775	Unch
	Kolkata(Expeller Oil)	1020	1020	Unch



	New Delhi (Expeller Oil)	808	810	-2
	Hapur (Expeller Oil)	860	860	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	675	675	Unch
	Hyderabad	680	675	5
	Mumbai	692	692	Unch
	New Delhi	665	670	-5
Coconut Oil	Kangayan (Crude)	1880	1880	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	520	520	Unch
Rice Bran Oil (4%)	Punjab	585	585	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	628	620	8
	CNF India	663	655	8
Indonesia CPO USD/MT	FOB	630	625	5
	CNF India	663	655	8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	620	615	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	625	625	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1375	1380	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	603	602	1
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1345	-
Ukraine Origin CSFO USD/MT Kandla	CIF	798	800	-2
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		19-Dec-17	18-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).

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