



Domestic Fundamentals:

- Edible oils noticed weak tone at various market centers on Thursday.
- Palm oil- Weak competitive oils, 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.
Chinese buyers will only be backs in market in January before Chinese New Year.
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 rains in soybean belt in the country. Soybean planting was delayed in the country due to earlier 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. More rains is forecast in next 5 days which will support the crop. 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	-3.90	720.30	720.30	715.20	717.15
Feb-18	-4.20	723.65	724.50	719.75	722.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	20,700	-520	46560	1900
Feb-18	9,090	5250	37810	2290

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	0.85	
Jan-17		5.35
Feb-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-17	-7.00	556.50	556.50	550.50	550.70
Jan-18	-6.30	557.50	557.50	552.70	553.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	680	89	3097	0
Jan-18	1834	572	4077	365

Vol-OI are taken at 5:05 PM

Spread	Dec-17	Jan-18
Basis	2.3	
Dec-17		2.3
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	-0.24	32.96	33.01	32.66	32.72
15-Mar	-0.24	33.11	33.18	32.82	32.89
15-May	-0.24	33.27	33.33	32.99	33.05
15-July	-0.24	33.45	33.5	33.17	33.23
15-Aug	-0.20	33.37	33.37	33.16	33.23

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-31	2428	2428	2405	2411
15-Feb	-49	2454	2464	2421	2434
15-Mar	-50	2488	2490	2442	2449
15-Apr	-46	2506	2506	2462	2465

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/12/2017	6.58	13554	4.078	17.74	64.05	3.29	93.38	57.95

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-Dec-17	20-Dec-17	
Refined Soybean Oil	Indore	718	718	Unch
	Indore (Soy Solvent Crude)	682	682	Unch
	Mumbai	720	720	Unch
	Mumbai (Soy Degum)	675	685	-10
	Kandla/Mundra	710	715	-5
	Kandla/Mundra (Soy Degum)	680	685	-5
	Kolkata	720	730	-10
	Delhi	745	750	-5
	Nagpur	736	741	-5
	Rajkot	702	706	-4
	Kota	720	720	Unch
	Hyderabad	710	710	Unch
	Akola	735	740	-5
	Amrawati	730	735	-5
	Bundi	720	720	Unch
	Jalna	738	742	-4
	Alwar	NA	NA	-
	Solapur	736	741	-5
	Dhule	735	740	-5
Palm Oil*	Kandla (Crude Palm Oil)	581	587	-6
	Kandla (RBD Palm oil)	609	614	-5
	Kandla RBD Pamolein	648	651	-3
	Kakinada (Crude Palm Oil)	588	599	-11
	Kakinada RBD Pamolein	648	656	-8

	Haldia Pamolein	649	656	-7
	Chennai RBD Pamolein	651	662	-11
	KPT (krishna patnam) Pamolein	646	651	-5
	Mumbai RBD Pamolein	656	667	-11
	Delhi	680	680	Unch
	Rajkot	636	643	-6
	Hyderabad	685	685	Unch
	Mangalore RBD Pamolein	649	656	-7
	PFAD (Kandla)	457	462	-5
	Refined Palm Stearin (Kandla)	499	515	-16
* inclusive of GST				
Refined Sunflower Oil	Chennai	705	705	Unch
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	655	660	-5
	Kandla (Ref.)	800	735	65
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	684	717	-33
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	650	650	Unch
	Erode (Expeller Oil)	745	745	Unch
Groundnut Oil	Rajkot	910	920	-10
	Chennai	870	870	Unch
	Delhi	850	850	Unch
	Hyderabad *	870	870	Unch
	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	806	Unch
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	765	770	-5
	Neewai (Kacchi Ghani Oil)	776	790	-14
	Bharatpur (Kacchi Ghani Oil)	815	820	-5
	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)	805	808	-3
	Hapur (Expeller Oil)	860	860	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	820	825	-5
Refined Cottonseed Oil	Rajkot	670	675	-5
	Hyderabad	675	680	-5
	Mumbai	690	692	-2
	New Delhi	665	665	Unch
Coconut Oil	Kangayan (Crude)	1860	1880	-20
	Cochin	1720	1720	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	890	900	-10
	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	620	628	-8
	CNF India	650	663	-13
Indonesia CPO USD/MT	FOB	625	630	-5
	CNF India	650	663	-13
RBD Palm oil (Malaysia Origin USD/MT)	FOB	615	620	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	620	625	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1330	1375	-45
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	600	603	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	798	2
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		20-Dec-17	19-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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