



Domestic Fundamentals:

- Edible oils noticed firm tone at various market centers on Wednesday.
- Palm oil- Rebound in exports of palm oil from Malaysia in first 25 days of December is expected to support palm oil prices in near term. Exports of palm oil from Malaysia grew 1-2 percent led by firm demand from EU. However, demand from top importing destinations like India and China is weak. Palm oil exports will end the month of December with higher growth numbers. Export demand will rise from Malaysia in January from China on stocking ahead of Chinese New Year. With positive exports numbers in December and January and slowdown of production in December and January will decrease stocks of palm oil prices and support prices.
Firm RBD palmolein DALIAN and CBOT soy oil is expected to support palm oil prices in near term. BMD CPO market is recovering from oversold zone and more technical rebound is expected.
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 be back in market in January on Chinese New Year.
Appreciation of ringgit will underpin palm oil prices in near term. Palm oil prices are in a range.
- Soy oil- Rise in crude oil prices in near term has supported soy oil prices. More rises in crude oil prices are expected. 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 still reeling under dry conditions expected. Markets have overreacted to improvement in conditions and any dry weather will support prices.
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. Prices of soy oil are in a range.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's December 1-25 palm oil exports rose 1.3 percent to 1,108,189 tons compared to 1,094,318 tons in corresponding period last month. Top buyers are European Union at 284,807 tons (215,814 tons), China at 154,428 tons (182,376 tons), United States at 88,705 tons (52,250 tons), India at 87,260 tons (112,960 tons) and Pakistan at 42,000 tons (51,450 tons). Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's December 1-25 palm oil exports rose 1.0 percent to 1,090,622 tons compared to 1,079,427 tons in corresponding period last month. Top buyers are European Union at 302,297 tons (203,096 tons), China at 162,100 (221,696 tons) and India & subcontinent at 135,130 tons (159,510 tons). Values in brackets are figures of corresponding period last month.

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

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
Jan-17	0.40	724.45	726.50	722.75	724.00
Feb-18	0.75	730.40	732.70	729.00	729.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	19,970	3830	37000	-4790
Feb-18	15,790	7260	32080	-7060

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	-4.00	
Jan-17		5.70
Feb-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Dec-17	0.40	557.90	558.00	556.00	556.50
Jan-18	0.80	563.00	563.90	560.10	561.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Dec-17	191	-835	2002	-288
Jan-18	1406	-407	4813	519

Vol-OI are taken at 5:05 PM

Spread	Dec-17	Jan-18
Basis	-0.5	
Dec-17		5.2
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	0.12	33.24	33.37	33.16	33.32
15-Mar	0.11	33.44	33.59	33.37	33.53
15-May	0.11	33.63	33.75	33.57	33.7
15-July	0.08	33.78	33.91	33.73	33.84
15-Aug	0.11	33.79	33.89	33.75	33.86

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	36	2443	2474	2443	2474
15-Feb	42	2485	2514	2475	2511
15-Mar	40	2515	2541	2503	2538
15-Apr	41	2535	2560	2520	2559

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/12/2017	6.55	13556	4.07	18.32	64.15	3.30	93.05	59.55

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-Dec-17	26-Dec-17	
Refined Soybean Oil	Indore	720	712	8
	Indore (Soy Solvent Crude)	680	680	Unch
	Mumbai	720	715	5
	Mumbai (Soy Degum)	682	675	7
	Kandla/Mundra	715	710	5
	Kandla/Mundra (Soy Degum)	682	678	4
	Kolkata	715	712	3
	Delhi	755	750	5
	Nagpur	740	738	2
	Rajkot	710	703	7
	Kota	720	715	5
	Hyderabad	NA	710	-
	Akola	736	733	3
	Amrawati	736	734	2
	Bundi	721	715	6
	Jalna	741	738	3
	Alwar	NA	NA	-
	Solapur	740	730	10
	Dhule	741	735	6
Palm Oil*	Kandla (Crude Palm Oil)	584	578	6
	Kandla (RBD Palm oil)	609	609	Unch
	Kandla RBD Pamolein	646	641	5
	Kakinada (Crude Palm Oil)	584	588	-4
	Kakinada RBD Pamolein	646	646	Unch

	Haldia Pamolein	651	643	8
	Chennai RBD Pamolein	651	651	Unch
	KPT (krishna patnam) Pamolein	641	635	5
	Mumbai RBD Pamolein	656	656	Unch
	Delhi	680	670	10
	Rajkot	643	635	7
	Hyderabad	NA	670	-
	Mangalore RBD Pamolein	753	NA	-
	PFAD (Kandla)	452	452	Unch
	Refined Palm Stearin (Kandla)	483	494	-11
	Tuticorin (RBD Palmolein)	653	649	4
	Superolien (Kandla)	667	667	Unch
	Superolien (Mumbai)	683	683	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	720	700	20
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	655	655	Unch
	Kandla (Ref.)	798	798	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NA	720	-
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	653	650	3
	Erode (Expeller Oil)	730	735	-5
Groundnut Oil	Rajkot	920	900	20
	Chennai	860	860	Unch
	Delhi	850	850	Unch
	Hyderabad *	890	880	10
	Mumbai	950	935	15
	Gondal	925	900	25
	Jamnagar	925	910	15
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	805	808	-3
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	805	800	5
	Neewai (Expeller Oil)	762	764	-2
	Neewai (Kacchi Ghani Oil)	782	784	-2
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	790	770	20

	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	790	10
	Mumbai (Expeller Oil)	780	770	10
	Kolkata(Expeller Oil)	1020	1020	Unch
	New Delhi (Expeller Oil)	805	802	3
	Hapur (Expeller Oil)	860	860	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	680	672	8
	Hyderabad	NA	665	-
	Mumbai	692	690	2
	New Delhi	665	660	5
Coconut Oil	Kangayan (Crude)	1900	1900	Unch
	Cochin	1730	1720	10
	Trissur	NA	NA	-
Sesame Oil	New Delhi	900	870	30
	Mumbai	NA	NA	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	525	525	Unch
Rice Bran Oil (4%)	Punjab	585	585	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	625	618	7
	CNF India	663	650	13
Indonesia CPO USD/MT	FOB	633	618	15
	CNF India	663	650	13
RBD Palm oil (Malaysia Origin USD/MT)	FOB	620	610	10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	625	615	10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1335	1330	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	605	597	8
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1280	-
Ukraine Origin CSFO USD/MT Kandla	CIF	798	798	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		26-Dec-17	23-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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