

**Domestic Fundamentals:**

- Edible oils witnessed mostly firm tone at various market centers on Friday.
- Palm oil- In an emergency measure to check the rising stocks of palm oil, Malaysian government removed export duty on exports of crude palm oil to increase the exports. Stocks were building in Malaysia since July and has reached 2 year high. This step will support exports from Malaysia and underpin prices.
Imposition of higher differential in import duty on crude and refined palm oil by India led to the removal of duty on exports by Malaysia.
Malaysian ringgit has broken its psychological support of 4.0 per USD which may open door for more appreciation which will underpin prices.
Exports of palm oil rose in Malaysia in December by 6-10 percent indication firm demand from top importing destinations.
India remained the swing factor in Malaysia's exports in last 5 days of December when the demand revived from the country. India tends to buy more when the prices are low as it is price sensitive country while stocks at ports and pipelines are low.
Palm oil production is expected to fall in Malaysia in December on seasonal downtrend of production.
Palm oil end stocks in Malaysia are expected to rise on slow rise in exports and fall in production of palm oil in the country.
Export demand will rise from Malaysia in January from China on stocking ahead of Chinese New Year when Chinese buyers will be back in market on stocking ahead of Chinese New Year.
- Soy oil- Dry conditions in soybean growing regions of Argentina is expected to slow planting of soy oil and reduce yields. Planting reached 82 percent at the end of last week. Small window remains for soybean planting. If dry conditions prevail then area expected will reduce and standing crops will be affected which will support soybean complex prices.
Argentina started cutting soy oil export taxes and reduced 1 percent to 26 percent from 27 percent earlier.
Private forecasters have increased soybean crop forecast in Brazil in 2017/18 due to conducive weather. More rains are forecast which will support the crop. Rise in crude oil prices will support soy oil prices. Prices are in a range
- According to Malaysian government, Malaysia has removed export duty on crude palm oil for three months starting January 8 to support prices. If stocks fall below 1.6 MMT before three months then export duty may be imposed earlier than three months, according to Malaysia's minister of plantation industries. The step has been taken to reduce stocks of palm oil in the country.
- According to the agriculture ministry, Argentina has cut its soybean export tax to 29.5 per cent from 30 per cent previously. This is the first step towards gradually reducing the levy to 18 per cent in the next two years. According to the plan, there will be tax cut of one half percentage point per month in the next twenty four months.

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	3.65	736.40	742.65	734.60	738.75
Feb-18	2.35	743.90	745.30	740.40	743.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	18,080	4700	22120	-3100
Feb-18	26,050	5080	27510	-4110

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	-3.75	
Jan-17		4.65
Feb-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Jan-17	-0.40	565.70	567.40	559.60	562.10
Feb-18	-0.30	570.00	572.00	564.20	566.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	2197	1283	5182	128
Feb-18	1953	1446	4480	330

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	-0.1	
Jan-17		4.5
Feb-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	33.73	33.73	33.73	33.73
15-Mar	0.09	33.86	34.1	33.82	33.96
15-May	0.09	34.03	34.25	33.99	34.12
15-July	0.09	34.19	34.4	34.16	34.28
15-Aug	0.09	34.27	34.37	34.25	34.25

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-12	2554	2561	2527	2542
15-Feb	32	2586	2610	2586	2577
15-Mar	5	2594	2615	2589	2585
15-Apr	-9	2597	2613	2581	2590

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
5/1/2018	6.49	13419	3.999	18.62	63.36	3.24	91.80	61.42

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		5-Jan-18	4-Jan-18	
Refined Soybean Oil	Indore	735	732	3
	Indore (Soy Solvent Crude)	705	695	10
	Mumbai	730	725	5
	Mumbai (Soy Degum)	690	687	3
	Kandla/Mundra	730	725	5
	Kandla/Mundra (Soy Degum)	695	695	Unch
	Kolkata	727	728	-1
	Delhi	765	765	Unch
	Nagpur	761	758	3
	Rajkot	720	720	Unch
	Kota	730	730	Unch
	Hyderabad	NR	NR	-
	Akola	760	755	5
	Amrawati	760	755	5
	Bundi	Closed	Closed	-
	Jalna	760	757	3
	Alwar	NA	NA	-
	Solapur	760	758	2
	Dhule	761	759	2
Palm Oil*	Kandla (Crude Palm Oil)	590	590	Unch
	Kandla (RBD Palm oil)	625	625	Unch
	Kandla RBD Pamolein	662	662	Unch
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	662	662	Unch

	Haldia Pamolein	658	659	-1
	Chennai RBD Pamolein	667	664	3
	KPT (krishna patnam) Pamolein	651	656	-5
	Mumbai RBD Pamolein	683	672	11
	Delhi	685	685	Unch
	Rajkot	656	651	5
	Hyderabad	NR	NR	-
	Mangalore RBD Pamolein	667	664	3
	PFAD (Kandla)	441	441	Unch
	Refined Palm Stearin (Kandla)	483	483	Unch
	Tuticorin (RBD Palmolein)	671	653	18
	Superolien (Kandla)	683	672	Unch
	Superolien (Mumbai)	709	704	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	705	705	Unch
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	660	660	Unch
	Kandla (Ref.)	800	798	2
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NA	NA	-
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	655	655	Unch
	Erode (Expeller Oil)	735	735	Unch
Groundnut Oil	Rajkot	915	925	-10
	Chennai	840	840	Unch
	Delhi	850	850	Unch
	Hyderabad *	870	870	Unch
	Mumbai	960	970	-10
	Gondal	925	920	5
	Jamnagar	930	925	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	778	775	3
	Jaipur (Kacchi Ghani Oil)	797	795	2
	Kota (Expeller Oil)	760	760	Unch
	Kota (Kacchi Ghani Oil)	795	790	5
	Neewai (Expeller Oil)	765	765	Unch
	Neewai (Kacchi Ghani Oil)	780	780	Unch
	Bharatpur (Kacchi Ghani Oil)	805	805	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	795	795	Unch

	Oil)			
	Mumbai (Expeller Oil)	770	770	Unch
	Kolkata(Expeller Oil)	865	865	Unch
	New Delhi (Expeller Oil)	802	795	7
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	810	810	Unch
Refined Cottonseed Oil	Rajkot	680	677	3
	Hyderabad	NA	NA	-
	Mumbai	700	695	5
	New Delhi	680	680	Unch
Coconut Oil	Kangayan (Crude)	1900	1900	Unch
	Cochin	1730	1730	Unch
	Trissur	NA	NA	-
Sesame Oil	New Delhi	900	900	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	780	780	Unch
Rice Bran Oil (40%)	New Delhi	530	530	Unch
Rice Bran Oil (4%)	Punjab	585	585	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	660	653	7
	CNF India	680	673	7
Indonesia CPO USD/MT	FOB	650	643	7
	CNF India	680	673	7
RBD Palm oil (Malaysia Origin USD/MT)	FOB	655	650	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	670	657	13
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1460	1430	30
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	635	625	10
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)		4-Jan-18	3-Jan-18	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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