



Domestic Fundamentals:

- Edible oils witnessed weak tone at various market centers on Tuesday.
- USDA increased India import of palm oil by 0.3 MMT to 10.2 MMT in 2017/18 due to lower oilseeds crop in this period. Soy oil imports were decreased by USDA by 0.3 MMT to 3.8 MMT on higher crushing in India due to hike in import duty on soy oil which will increase domestic crushing. Imports of soy oil will fall despite lower soybean crop due to reduction of end stocks of soybean left after higher domestic crush. USDA estimates are in line with SEA figures in 2017-18 oil year. Sunflower oil import figure will have to be increased on higher imports of the oil in oil year 2017-18 after rising 43 percent in oil year 2016-17.
- Palm oil-Palm oil prices are underpinned by appreciation of ringgit and fall in exports of palm oil to top importing destinations. Ringgit has breached 4.00 per US to 3.95 per USD and more appreciation is expected which will be bearish. Palm oil exports fell 2-7 percent from Malaysia in first 15 days of January indicating weak of tropical oil. However, demand from India and China has been firm in the month but the headline number was weak due to lower buying by EU. Stocks of palm oil in Malaysia is at 2 year highs and if exports fail to pick then more price fall could be seen due to expectation of higher inventory of palm oil in Malaysia. Production was highest in December in Malaysia since 2000 and if production falls in January on seasonal downtrend of production, production will remain at record levels which will ultimately lead to higher stocks and weak prices.
- Soy oil- Prices of soy oil are underpinned by lower soybean exports from US as reported by USDA and higher soybean quarterly stocks in US as on December 1, 2017. However, demand of soybean from China and weak soybean condition in Argentina could support prices. USDA reduced Argentina soybean crop by 1 MMT to 56 MMT. Brazil is expected to harvest second higher soybean crop whose production was hiked by USDA. Rise in crude oil prices are expected to support soy oil prices. Prices are in a range.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's January 1-15 palm oil exports rose 2.8 percent to 564,968 tons compared to 581,254 tons in corresponding period last month. Top buyers are European Union at 91,215 tons (156,432 tons), India at 75,880 tons (49,880 tons), United States at 73,788 tons (33,255 tons), China at 39,050 tons (60,188 tons), and Pakistan at 33,500 tons (19,000 tons). Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's January 1-15 palm oil exports fell 7.4 percent to 552,635 tons compared to 596,862 tons in corresponding period last month. Top buyers are European Union at 101,253 tons (139,307 tons), India & subcontinent at 112,260 tons (81,880 tons), tons and China at 89,650 tons (69,960 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
Feb-17	-2.15	742.10	743.80	739.80	742.00
Mar-18	-1.00	739.00	739.80	736.30	738.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-17	16,630	-2940	37420	-950
Mar-18	1,180	-200	14340	220

Vol-OI are taken at 5:05 PM

Spread	Feb-17	Mar-18
Basis	-2.00	
Feb-17		-3.60
Mar-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Jan-17	-3.20	558.00	558.70	555.40	557.00
Feb-18	-2.50	562.30	564.60	562.00	563.40

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	714	161	4405	-9
Feb-18	933	353	4963	135

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	0.0	
Jan-17		6.4
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-Mar	-0.12	33.25	33.34	32.94	33.01
15-May	-0.11	33.38	33.48	33.11	33.19
15-July	-0.11	33.61	33.67	33.31	33.38
15-Aug	-0.02	33.62	33.62	33.32	33.48
15-Sep	-0.05	33.65	33.65	33.41	33.46

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	-39	2535	2535	2495	2504
15-Mar	-39	2550	2552	2490	2515
15-Apr	-41	2551	2553	2493	2518
15-May	-38	2545	2545	2493	2515

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
16/1/2018	6.44	13338	3.96	18.73	64.03	3.21	90.73	63.84

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-Jan-18	15-Jan-18	
Refined Soybean Oil	Indore	740	740	Unch
	Indore (Soy Solvent Crude)	710	710	Unch
	Mumbai	730	730	Unch
	Mumbai (Soy Degum)	687	687	Unch
	Kandla/Mundra	725	725	Unch
	Kandla/Mundra (Soy Degum)	692	692	Unch
	Kolkata	730	730	Unch
	Delhi	765	765	Unch
	Nagpur	767	769	-2
	Rajkot	717	718	-1
	Kota	735	735	Unch
	Hyderabad	NR	Closed	-
	Akola	767	768	-1
	Amrawati	767	768	-1
	Bundi	733	733	Unch
	Jalna	769	773	-4
	Alwar	NA	NA	-
	Solapur	771	771	Unch
	Dhule	779	781	-2
Palm Oil*	Kandla (Crude Palm Oil)	585	583	2
	Kandla (RBD Palm oil)	620	620	-1
	Kandla RBD Pamolein	656	656	0
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	651	656	-5



	Haldia Pamolein	662	662	-1
	Chennai RBD Pamolein	656	656	0
	Chennai RBD Pamolein (Vitamin A&D Fortified)	667	667	Unch
	KPT (krishna patnam) Pamolein	646	646	0
	Mumbai RBD Pamolein	665	667	-2
	Delhi	685	685	Unch
	Rajkot	646	648	-2
	Hyderabad	NR	Closed	-
	Mangalore RBD Pamolein	662	NA	-
	PFAD (Kandla)	452	452	-1
	Refined Palm Stearin (Kandla)	483	483	Unch
	Tuticorin (RBD Palmolein)	Closed	Closed	-
	Superolien (Kandla)	683	683	-1
	Superolien (Mumbai)	693	693	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	Closed	Closed	-
	Mumbai	740	745	-5
	Mumbai(Expeller Oil)	660	660	Unch
	Kandla (Ref.)	725	725	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NR	NR	-
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	Closed	Closed	-
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	890	900	-10
	Chennai	Closed	Closed	-
	Delhi	900	880	20
	Hyderabad *	Closed	Closed	-
	Mumbai	930	930	Unch
	Gondal	900	900	Unch
	Jamnagar	890	900	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	776	776	Unch
	Jaipur (Kacchi Ghani Oil)	784	782	2
	Kota (Expeller Oil)	740	740	Unch
	Kota (Kacchi Ghani Oil)	775	775	Unch
	Neewai (Expeller Oil)	760	755	5
	Neewai (Kacchi Ghani Oil)	767	765	2
	Bharatpur (Kacchi Ghani Oil)	785	785	Unch
	Alwar (Expeller Oil)	NR	NR	-
	Alwar (Kacchi Ghani Oil)	NR	NR	-



	Sri-Ganga Nagar(Exp Oil)	765	765	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	785	Unch
	Mumbai (Expeller Oil)	776	776	Unch
	Kolkata(Expeller Oil)	Closed	Closed	-
	New Delhi (Expeller Oil)	790	790	Unch
	Hapur (Expeller Oil)	NR	NR	-
	Hapur (Kacchi Ghani Oil)	NR	NR	-
	Agra (Kacchi Ghani Oil)	790	790	Unch
Refined Cottonseed Oil	Rajkot	670	673	-3
	Hyderabad	Closed	Closed	-
	Mumbai	700	700	Unch
	New Delhi	680	680	Unch
Coconut Oil	Kangayan (Crude)	Closed	Closed	-
	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	540	540	Unch
Rice Bran Oil (4%)	Punjab	580	580	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	655	658	-3
	CNF India	670	670	Unch
Indonesia CPO USD/MT	FOB	643	638	5
	CNF India	668	670	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	650	652	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	662	665	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1400	1415	-15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	622	625	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	1310	-
Ukraine Origin CSFO USD/MT Kandla	CIF	796	796	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		15-Jan-18	13-Jan-18	Change
Crude Soybean Oil Ship		Unq	Unq	-
Refined Soy Oil (Bulk) Ship		Unq	Unq	-
Sunflower Oil Ship		Unq	Unq	-

Cottonseed Oil Ship	Unq	Unq	-
Refined Linseed Oil (Bulk) Ship	Unq	Unq	-
* 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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