



### Domestic Fundamentals:

- Edible oils witnessed mostly weak tone at various market centers on Wednesday.
- Soy oil- Soy oil end stocks in US in December rose on higher production of soy oil due to higher crush of soybean. Crush of soybean was record in December. End stocks of soy oil increased 16 percent. Higher stocks of soy oil in US will underpin soy oil prices in near to medium term.  
However, USDA reduced soy oil end stocks of US in 2017/18 on higher use despite higher production. 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.
- 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.
- According to National Oilseed Processors Association (NOPA), U.S. soybean crush rose to record in December to 166.382 million bushels from 163.546 million bushels in November 2017. Crush of soybean in December 2016 was 160.176 million bushels. Soy oil stocks in U.S. at the end of December rose 16 percent to 1.538 billion lbs compared to 1.326 billion lbs in end November 2017. Stocks of soy oil in end December was higher 7.25 percent compared to December 2016, which was reported at 1.434 million lbs.
- 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.

**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	-4.10	740.80	742.70	739.20	739.90
Mar-18	-2.45	742.50	742.50	736.00	737.30

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-17	22,420	5790	40550	3130
Mar-18	3,130	1950	14220	-120

Vol-OI are taken at 5:05 PM

Spread	Feb-17	Mar-18
Basis	2.10	
Feb-17		-2.60
Mar-18		

### MCX CPO:

Contract	+/-	Open	High	Low	Close
Jan-17	-4.50	555.50	556.00	551.30	553.20
Feb-18	-4.60	562.00	562.70	560.20	560.20

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	643	-71	4302	-103
Feb-18	1522	589	5314	351

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	-3.2	
Jan-17		7
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	<b>-0.21</b>	32.77	32.83	32.58	32.58
15-May	<b>-0.21</b>	32.97	33.01	32.76	32.76
15-July	<b>-0.21</b>	33.16	33.21	32.96	32.96
15-Aug	<b>-0.2</b>	33.13	33.14	33	33
15-Sep	<b>-0.19</b>	33.22	33.26	33.05	33.05

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	<b>-27</b>	2492	2493	2467	2478
15-Mar	<b>-32</b>	2509	2511	2470	2484
15-Apr	<b>-33</b>	2510	2514	2471	2487
15-May	<b>-33</b>	2507	2511	2469	2486

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/1/2018	6.43	13358	3.957	18.88	63.88	3.24	90.71	63.44

**Edible Oil Prices at Key Market**

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Jan-18	16-Jan-18	
Refined Soybean Oil	Indore	742	740	<b>2</b>
	Indore (Soy Solvent Crude)	715	710	<b>5</b>
	Mumbai	730	730	<b>Unch</b>
	Mumbai (Soy Degum)	685	687	<b>-2</b>
	Kandla/Mundra	723	725	<b>-2</b>
	Kandla/Mundra (Soy Degum)	690	692	<b>-2</b>
	Kolkata	725	730	<b>-5</b>
	Delhi	765	765	<b>Unch</b>
	Nagpur	765	767	<b>-2</b>
	Rajkot	713	717	<b>-4</b>
	Kota	735	735	<b>Unch</b>
	Hyderabad	NR	NR	<b>-</b>
	Akola	764	767	<b>-3</b>
	Amrawati	764	767	<b>-3</b>
	Bundi	735	733	<b>2</b>
	Jalna	771	769	<b>2</b>
	Alwar	NA	NA	<b>-</b>
	Solapur	749	771	<b>-22</b>
	Dhule	778	779	<b>-1</b>
Palm Oil*	Kandla (Crude Palm Oil)	578	585	<b>-7</b>
	Kandla (RBD Palm oil)	623	620	<b>3</b>
	Kandla RBD Pamolein	654	656	<b>-2</b>
	Kakinada (Crude Palm Oil)	NR	NR	<b>-</b>
	Kakinada RBD Pamolein	646	651	<b>-5</b>



	Haldia Pamolein	662	662	Unch
	Chennai RBD Pamolein	656	656	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	667	667	Unch
	KPT (krishna patnam) Pamolein	646	646	Unch
	Mumbai RBD Pamolein	662	665	-3
	Delhi	685	685	Unch
	Rajkot	642	646	-4
	Hyderabad	NR	NR	-
	Mangalore RBD Pamolein	662	662	Unch
	PFAD (Kandla)	452	452	Unch
	Refined Palm Stearin (Kandla)	483	483	Unch
	Tuticorin (RBD Palmolein)	671	Closed	-
	Superolien (Kandla)	683	683	Unch
	Superolien (Mumbai)	693	693	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	700	Closed	-
	Mumbai	745	740	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)	660	Closed	-
	Erode (Expeller Oil)	700	Closed	-
Groundnut Oil	Rajkot	890	890	Unch
	Chennai	820	Closed	-
	Delhi	900	900	Unch
	Hyderabad *	NR	Closed	-
	Mumbai	930	930	Unch
	Gondal	900	900	Unch
	Jamnagar	890	890	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	770	770	Unch
	Jaipur (Kacchi Ghani Oil)	781	784	-3
	Kota (Expeller Oil)	740	740	Unch
	Kota (Kacchi Ghani Oil)	770	775	-5
	Neewai (Expeller Oil)	760	760	Unch
	Neewai (Kacchi Ghani Oil)	767	767	Unch
	Bharatpur (Kacchi Ghani Oil)	785	785	Unch
	Alwar (Expeller Oil)	NR	NR	-
	Alwar (Kacchi Ghani Oil)	NR	NR	-



	Sri-Ganga Nagar(Exp Oil)	760	765	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	785	Unch
	Mumbai (Expeller Oil)	760	776	-16
	Kolkata(Expeller Oil)	847	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	670	Unch
	Hyderabad	NR	Closed	-
	Mumbai	695	700	-5
	New Delhi	680	680	Unch
Coconut Oil	Kangayan (Crude)	1870	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	530	540	-10
Rice Bran Oil (4%)	Punjab	580	580	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	648	655	-7
	CNF India	660	670	-10
Indonesia CPO USD/MT	FOB	633	643	-10
	CNF India	655	668	-13
RBD Palm oil (Malaysia Origin USD/MT)	FOB	642	650	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	660	662	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1380	1400	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	622	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	1310	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	796	4
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		16-Jan-18	14-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	-
<b>* Excluding GST</b>			

**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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