



Domestic Fundamentals:

- Edible oils witnessed mostly weak tone at various market centers on Thursday.
- Palm oil-Palm oil prices are underpinned by appreciation of ringgit, fall in exports of palm oil to top importing destinations and weak competitive oil prices.
- CBOT soy oil and RBD palmolein DALIAN are expected to underpin palm oil prices in near term. 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- 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.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's 2018 production is estimated to grow 3 percent to 20.5 MMT from 19.9 MMT in 2017. Malaysia's 2018 exports are estimated to rise 5.1 percent to 17.4 MMT. MPOB estimates palm oil stocks to fall 15.8 percent to 2.3 MMT.
- 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	-1.65	739.20	740.00	736.50	736.50
Mar-18	-3.40	736.45	736.50	731.70	731.75

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-17	31,900	9480	38970	-1580
Mar-18	7,550	4420	16380	2160

Vol-OI are taken at 5:05 PM

Spread	Feb-17	Mar-18
Basis	3.50	
Feb-17		-4.75
Mar-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Jan-17	1.00	553.00	554.30	551.20	552.50
Feb-18	-0.70	561.50	562.20	557.20	559.50

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	678	35	4229	-73
Feb-18	1203	-319	5473	159

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	-3.5	
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	0.05	32.49	32.68	32.42	32.56
15-May	0.05	32.69	32.87	32.62	32.75
15-July	0.07	32.87	33.07	32.81	32.96
15-Aug	0.08	33	33.1	33	33
15-Sep	0.18	32.92	33.16	32.91	33.13

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	-15	2472	2503	2460	2471
15-Mar	-13	2476	2508	2462	2476
15-Apr	-6	2475	2509	2464	2480
15-May	2	2464	2501	2456	2478

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
19/1/2018	6.42	13344	3.954	18.88	63.85	3.22	90.59	64.0

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Jan-18	17-Jan-18	
Refined Soybean Oil	Indore	740	742	-2
	Indore (Soy Solvent Crude)	710	715	-5
	Mumbai	725	730	-5
	Mumbai (Soy Degum)	685	685	Unch
	Kandla/Mundra	723	723	Unch
	Kandla/Mundra (Soy Degum)	688	690	-2
	Kolkata	725	725	Unch
	Delhi	765	765	Unch
	Nagpur	765	765	Unch
	Rajkot	712	713	-1
	Kota	735	735	Unch
	Hyderabad	NR	NR	-
	Akola	764	764	Unch
	Amrawati	764	764	Unch
	Bundi	735	735	Unch
	Jalna	771	771	Unch
	Alwar	NA	NA	-
	Solapur	762	749	13
	Dhule	778	778	Unch
Palm Oil*	Kandla (Crude Palm Oil)	576	578	-1
	Kandla (RBD Palm oil)	611	623	-12
	Kandla RBD Pamolein	654	654	Unch
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	646	646	Unch
	Haldia Pamolein	656	662	-5



	Chennai RBD Pamolein	651	656	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	662	667	-5
	KPT (krishna patnam) Pamolein	641	646	-5
	Mumbai RBD Pamolein	667	662	5
	Delhi	680	685	-5
	Rajkot	641	642	-1
	Hyderabad	NR	NR	-
	Mangalore RBD Pamolein	659	662	-2
	PFAD (Kandla)	436	452	-16
	Refined Palm Stearin (Kandla)	462	483	-21
	Tuticorin (RBD Palmolein)	NR	671	-
	Superolien (Kandla)	683	683	Unch
	Superolien (Mumbai)	693	693	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	NR	700	-
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	655	660	-5
	Kandla (Ref.)	725	725	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NR	NR	-
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	650	660	-10
	Erode (Expeller Oil)	735	735	Unch
Groundnut Oil	Rajkot	890	890	Unch
	Chennai	NR	820	-
	Delhi	900	900	Unch
	Hyderabad *	NR	NR	-
	Mumbai	930	930	Unch
	Gondal	900	900	Unch
	Jamnagar	900	890	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	770	770	Unch
	Jaipur (Kacchi Ghani Oil)	779	781	-2
	Kota (Expeller Oil)	735	740	-5
	Kota (Kacchi Ghani Oil)	770	770	Unch
	Neewai (Expeller Oil)	761	760	1
	Neewai (Kacchi Ghani Oil)	774	767	7
	Bharatpur (Kacchi Ghani Oil)	785	785	Unch
	Alwar (Expeller Oil)	NR	NR	-
	Alwar (Kacchi Ghani Oil)	NR	NR	-
	Sri-Ganga Nagar(Exp Oil)	760	760	Unch



	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	785	Unch
	Mumbai (Expeller Oil)	760	760	Unch
	Kolkata(Expeller Oil)	840	847	-7
	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	NR	-
	Mumbai	695	695	Unch
	New Delhi	680	680	Unch
Coconut Oil	Kangayan (Crude)	1870	1870	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	535	530	5
Rice Bran Oil (4%)	Punjab	580	580	Unch
Rice Bran Oil (4%)	Uttar Pradesh	NA	NA	-
Malaysia Palmolein USD/MT	FOB	650	648	2
	CNF India	660	660	Unch
Indonesia CPO USD/MT	FOB	635	633	2
	CNF India	658	655	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	645	642	3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	663	660	3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1380	1380	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	620	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NR	1325	-
Ukraine Origin CSFO USD/MT Kandla	CIF	800	800	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		17-Jan-18	16-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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