

**Domestic Fundamentals:**

- Edible oils witnessed mixed tone at various market centers on Tuesday.
- Palm oil-Palm oil prices are supported expectation of more than expected fall in production in Malaysia and support by competitive oils prices.
Production in Malaysia in first 20 days of January as reported by Malaysian palm Oil Association fell 17 percent indicating that production will see major fall by the January.
Most of the news on exports and production were bearish and market has rebounded due to bullish news in weeks.
Soy oil CBOT and RBD palmolein DALIAN has fallen and is trading in oversold zone and technical rebound is expected to support palm oil prices.
However, appreciations of ringgit and fall exports of palm oil to top importing destinations are major bearish factors.
Exports in first 20 days of January from Malaysia fell 13-17 percent on weaker demand from EU and China. However, demand from top importer India remained firm.
Ringgit has reached 3.94 per USD after breaking 4.00 per USD. More appreciation is in cards which will underpin palm oil 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 crop 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 1-20 palm oil exports fell 13.9 percent to 744,706 tons compared to 865,309 tons in corresponding period last month. Top buyers are European Union at 130,925 tons (237,497 tons), India at 107,928 tons (49,880 tons), United States at 83,019 tons (65,005 tons), China at 74,200 tons (125,228 tons) and Pakistan at 33,500 tons (25,000 tons). Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's January 1-20 palm oil exports fell 16.7 percent to 727,958 tons compared to 727,958 tons in corresponding period last month. Top buyers are European Union at 195,753 tons (241,607 tons), India & subcontinent at 130,710 tons (87,880 tons) and China at 100,650 tons (116,200 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	1.00	737.00	740.00	735.00	737.40
Mar-18	0.70	732.30	737.00	731.80	733.70

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Feb-17	20,920	4730	41530	1520
Mar-18	6,350	3640	21520	4860

Vol-OI are taken at 5:05 PM

Spread	Feb-17	Mar-18
Basis	-2.40	
Feb-17		-3.70
Mar-18		

MCX CPO:

Contract	+/-	Open	High	Low	Close
Jan-17	3.20	550.30	559.00	550.20	557.00
Feb-18	4.30	556.60	564.00	556.50	562.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
Jan-17	656	263	3740	-424
Feb-18	1480	243	4920	-531

Vol-OI are taken at 5:05 PM

Spread	Jan-17	Feb-18
Basis	-4.0	
Jan-17		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-Mar	0.21	32.22	32.4	32.17	32.37
15-May	0.21	32.4	32.6	32.37	32.57
15-July	0.21	32.6	32.78	32.57	32.77
15-Aug	0.21	32.65	32.83	32.64	32.81
15-Sep	0.22	32.7	32.87	32.67	32.87

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	23	2463	2512	2453	2473
15-Mar	18	2463	2508	2452	2475
15-Apr	13	2464	2504	2456	2477
15-May	9	2468	2499	2454	2476

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
22/1/2018	6.40	13328	3.926	19.13	63.84	3.22	90.42	63.77

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Jan-18	22-Jan-18	
Refined Soybean Oil	Indore	735	735	Unch
	Indore (Soy Solvent Crude)	705	705	Unch
	Mumbai	725	730	-5
	Mumbai (Soy Degum)	682	682	Unch
	Kandla/Mundra	715	720	-5
	Kandla/Mundra (Soy Degum)	683	685	-2
	Kolkata	720	723	-3
	Delhi	765	765	Unch
	Nagpur	764	764	Unch
	Rajkot	710	710	Unch
	Kota	730	730	Unch
	Hyderabad	NA	NA	-
	Akola	764	763	1
	Amrawati	761	763	-2
	Bundi	Closed	Closed	-
	Jalna	769	770	-1
	Alwar	NA	NA	-
	Solapur	762	762	Unch
	Dhule	769	769	Unch
Palm Oil*	Kandla (Crude Palm Oil)	581	576	4
	Kandla (RBD Palm oil)	603	606	-3
	Kandla RBD Pamolein	646	651	-5
	Kakinada (Crude Palm Oil)	NR	NR	-
	Kakinada RBD Pamolein	641	646	-5
	Haldia Pamolein	651	656	-5



	Chennai RBD Pamolein	646	649	-3
	Chennai RBD Pamolein (Vitamin A&D Fortified)	656	662	-5
	KPT (krishna patnam) Pamolein	635	646	-11
	Mumbai RBD Pamolein	651	662	-11
	Delhi	685	680	5
	Rajkot	641	642	-1
	Hyderabad	NR	NR	-
	Mangalore RBD Pamolein	656	656	Unch
	PFAD (Kandla)	431	436	-5
	Refined Palm Stearin (Kandla)	462	462	Unch
	Tuticorin (RBD Palmolein)	646	649	-3
	Superolien (Kandla)	667	662	5
	Superolien (Mumbai)	688	688	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	700	700	Unch
	Mumbai	735	735	Unch
	Mumbai(Expeller Oil)	657	655	2
	Kandla (Ref.)	720	720	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	NR	NR	-
	Latur (Expeller Oil)	730	730	Unch
	Chellakere (Expeller Oil)	660	660	Unch
	Erode (Expeller Oil)	730	735	-5
				Unch
Groundnut Oil	Rajkot	860	870	-10
	Chennai	815	810	5
	Delhi	900	900	Unch
	Hyderabad *	860	845	15
	Mumbai	915	920	-5
	Gondal	860	890	-30
	Jamnagar	860	890	-30
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	770	770	Unch
	Jaipur (Kacchi Ghani Oil)	785	782	3
	Kota (Expeller Oil)	740	740	Unch
	Kota (Kacchi Ghani Oil)	770	770	Unch
	Neewai (Expeller Oil)	755	766	-11
	Neewai (Kacchi Ghani Oil)	768	766	2
	Bharatpur (Kacchi Ghani Oil)	780	780	Unch
	Alwar (Expeller Oil)	NA	NA	-
	Alwar (Kacchi Ghani Oil)	NA	NA	-
	Sri-Ganga Nagar(Exp Oil)	760	760	Unch



	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	785	Unch
	Mumbai (Expeller Oil)	750	750	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	790	790	Unch
	Hapur (Expeller Oil)	NR	NR	-
	Hapur (Kacchi Ghani Oil)	NR	NR	-
	Agra (Kacchi Ghani Oil)	NR	NR	-
				Unch
Refined Cottonseed Oil	Rajkot	675	675	Unch
	Hyderabad	NR	NR	-
	Mumbai	698	695	3
	New Delhi	680	685	-5
				Unch
Coconut Oil	Kangayan (Crude)	1840	1800	40
	Cochin	1780	1780	Unch
	Trissur	NA	NA	-
				Unch
Sesame Oil	New Delhi	980	980	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	-
				Unch
Malaysia Palmolein USD/MT	FOB	648	645	3
	CNF India	658	660	-2
Indonesia CPO USD/MT	FOB	635	633	2
	CNF India	653	658	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	640	640	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	665	665	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1400	1400	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	620	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	NA	-
Ukraine Origin CSFO USD/MT Kandla	CIF	NR	1320	-
Rapeseed Oil Rotterdam Euro/MT	FOB	NA	NA	-
Argentina FOB (\$/MT)		22-Jan-18	20-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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2018 Indian Agribusiness Systems Pvt Ltd.