

**Domestic Fundamentals:**

- Edible oils complex featured weak trend at various centers in India on Friday.
- Palm oil-Palm oil prices are underpinned by higher than expected production of palm oil in Malaysia and Indonesia until December and expectation of slowdown of exports of palm oil until December.  
Palm oil end stocks rose less than expected in Malaysia in October on lower than expected fall in exports from the country. However, production of palm oil rose more than expected. Production is rose in Malaysia on seasonal uptrend of production and is expected to peak in Nov-Dec, thereby leading to higher stocks in the country.  
Production of palm oil is expected to rise more than expected in Indonesia until December while exports will show slow rise. Palm oil stocks in Indonesia are expected to rise above 5 MMT by December while it is expected to rise to 3 MMT in Malaysia.  
Moreover, high RBD palmolein Malaysia premium over CPO Indonesia is expected to lower exports of palm oil from Malaysia underpinning prices.  
Weak palm oil demand from China is expected to underpin palm oil prices due to lowering of protein requirement in soy meal for swine and poultry use and dilution of soybean state reserves by China has slowed demand from the country.  
Demand from India is has improved from Malaysia due to buying at lower quotes. However, surge in imports by India is ruled out due to weakening of demand, import disparity and high stocks at ports.  
Weak competitive oils like CBOT soy oil and RBD palmolein DALIAN will underpin prices.
- Soy oil- Soy oil prices are underpinned by weak demand in Indian market as festival are over and there no fresh triggers of fresh demand. Fall in palm oil prices are supporting the fall. Increase in disparity in imports and negative refining margins have slowed import demand.  
International soy oil prices are underpinned by expectation of record soybean stocks in US, better than expected pace of planting of soybean in Brazil, weak demand of soybean from China due to relaxation of protein content limits in soy meal used for poultry and swine and liquidation of soybean state reserves.
- According to Solvent Extractors Association (SEA), India's October edible oil imports rose 3.5 percent y-o-y to 11.74 lakh tons from 11.34 lakh tons in Oct 2017. Palm oil imports in Oct rose 1.07 percent y-o-y to 7.55 lakh tons from 7.47 lakh tons in Oct 2017. CPO imports rose 2.18 percent in Oct y-o-y to 6.10 lakh tons from 5.97 lakh tons in Oct 2017. RBD palmolein imports fell 6.1 percent in Oct y-o-y to 1.38 lakh tons from 1.47 lakh tons in Oct 2017. Soy oil imports rose 20.0 percent in Oct y-o-y to 2.64 lakh tons from 2.20 lakh tons in Oct 2017. Sunflower oil imports rose 21.7 percent y-o-y in Oct to 1.57 lakh tons from 1.29 lakh tons in Oct 2017. Rapeseed (canola) oil import fell in Oct to 0 tons compared 0.37 imports in Oct 2017.
- According to Solvent Extractors Association (SEA), India's October edible oil stocks at ports and pipelines fell 8.93 percent m-o-m to 23.25 lakh tons from 25.53 lakh tons in Sep 2018. Stocks of edible oil at ports in Oct fell to 895,000 tons (CPO 370,000 tons, RBD Palmolein 180,000 tons, Degummed Soybean Oil 205,000 tons, Crude Sunflower Oil 140,000 tons and about 1,430,000 tons in pipelines. (Stocks at ports were 923,000 tons in Sep 2018). India is presently holding 37 days of edible oil requirement on 1st November, 2018 at 23.25 lakh tons compared to 40 days of requirements last month at 25.53 lakh tons. India's monthly edible oil requirement is 19.0 lakh tons.

**Outlook:** Edible oil basket is expected to feature range –bound to weak sentiment in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-18	-6.40	736.00	740.10	729.00	732.70	22,890	12070	47780	-6450
Dec-18	-6.80	736.70	740.05	729.60	733.15	6,620	3770	21580	4550

Prices & Vol-OI are at 5:05 PM

Spread	Nov-18	Dec-18
Spot	12.30	11.85
Nov-18		0.45
Dec-18		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-18	-17.00	521.00	523.70	504.00	507.20	1871	836	4571	-800
Dec-18	-17.20	521.00	523.40	504.60	507.40	1993	731	5043	867

**Spread**
**Nov18**
**Dec-18**
**Spot**

7.8

7.6

**Nov-18**

0.2

**Dec-18**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	-0.24	27.38	27.85	27.29	27.45
15-Jan	-0.25	27.65	28.05	27.5	27.64
15-Mar	-0.25	28.67	28.33	27.78	27.93
15-May	-0.27	28.8	28.6	28.09	28.21
15-Jul	-0.25	29.95	28.91	28.39	28.53

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Dec-18	-75	1854	1856	1757	1775
Jan-19	-82	1992	1996	1889	1892
Feb-19	-74	2061	2066	1969	1972
Mar-19	-64	2125	2126	2040	2043

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
16/11/2018	6.94	14616	4.19	35.92	71.92	3.74	96.43	56.83

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-Nov-18	15-Nov-18	
Refined Soybean Oil	Indore	747	747	Unch
	Indore (Soy Solvent Crude)	715	715	Unch
	Mumbai	740	750	-10
	Mumbai (Soy Degum)	715	712	3
	Kandla/Mundra	737	740	-3
	Kandla/Mundra (Soy Degum)	705	710	-5
	Kolkata	740	745	-5
	Delhi	780	780	Unch
	Nagpur	755	755	Unch
	Rajkot	730	732	-2
	Kota	745	750	-5

	Hyderabad	760	760	Unch
	Akola	758	758	Unch
	Amrawati	757	757	Unch
	Bundi	755	760	-5
	Jalna	763	763	Unch
	Alwar	Unq	Unq	-
	Solapur	749	749	Unch
	Dhule	760	760	Unch
Palm Oil*	Kandla (Crude Palm Oil)	541	567	-26
	Kandla (RBD Palm oil)	604	609	-5
	Kandla RBD Pamolein	646	651	-5
	Kakinada (Crude Palm Oil)	562	567	-5
	Kakinada RBD Pamolein	656	667	-11
	Haldia Pamolein	667	677	-11
	Chennai RBD Pamolein	667	677	-11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	740	751	-11
	KPT (krishna patnam) Pamolein	651	667	-16
	Mumbai RBD Pamolein	667	672	-5
	Mangalore RBD Pamolein	662	677	-16
	Tuticorin (RBD Palmolein)	669	Closed	-
	Delhi	Closed	Closed	-
	Rajkot	Closed	Closed	-
	Hyderabad	670	680	-10
	PFAD (Kandla)	341	347	-5
	Refined Palm Stearin (Kandla)	452	462	-11
	Superolien (Kandla)	693	704	-11
	Superolien (Mumbai)	740	751	-11
* inclusive of GST				
Refined Sunflower Oil	Chennai	778	778	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	720	720	Unch
	Kandla (Ref.)	775	780	-5
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	780	780	Unch
	Latur (Expeller Oil)	770	770	Unch
	Chellakere (Expeller Oil)	770	770	Unch
	Erode (Expeller Oil)	825	830	-5
Groundnut Oil	Rajkot	980	980	Unch
	Chennai	980	980	Unch

	Delhi	960	960	Unch
	Hyderabad *	1000	1000	Unch
	Mumbai	1005	1005	Unch
	Gondal	960	975	-15
	Jamnagar	965	975	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	820	820	Unch
	Jaipur (Kacchi Ghani Oil)	839	840	-1
	Kota (Expeller Oil)	805	805	Unch
	Kota (Kacchi Ghani Oil)	825	825	Unch
	Neewai (Expeller Oil)	810	810	Unch
	Neewai (Kacchi Ghani Oil)	825	825	Unch
	Bharatpur (Kacchi Ghani Oil)	840	840	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	815	815	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	830	830	Unch
	Mumbai (Expeller Oil)	820	820	Unch
	Kolkata(Expeller Oil)	960	960	Unch
	New Delhi (Expeller Oil)	840	855	-15
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	925	925	Unch
	Agra (Kacchi Ghani Oil)	845	845	Unch
Refined Cottonseed Oil	Rajkot	720	725	-5
	Hyderabad	730	740	-10
	Mumbai	738	748	-10
	New Delhi	705	705	Unch
Coconut Oil	Kangayan (Crude)	1250	1250	Unch
	Cochin	1580	1580	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1900	1900	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	840	840	Unch
Rice Bran Oil (40%)	New Delhi	Unq	Unq	-
Rice Bran Oil (4%)	Punjab	660	660	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	478	480	-2
	CNF India	500	503	-3



Indonesia CPO USD/MT	FOB	433	435	-2
	CNF India	463	465	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	473	478	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	443	448	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	745	735	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	350	360	-10
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	700	-
Ukraine Origin CSFO USD/MT Kandla	CIF	685	690	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	766	766	Unch
Argentina FOB (\$/MT)		15-Nov-18	14-Nov-18	Change
Crude Soybean Oil Ship		634	632	2
Refined Soy Oil (Bulk) Ship		656	654	2
Sunflower Oil Ship		655	655	Unch
Cottonseed Oil Ship		614	612	2
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* indicates including 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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