

Domestic Fundamentals:

- Edible oils featured mixed tone in various market centers on Thursday.
- Domestic soy oil and palm oil futures fell on fall in international benchmark markets after global geopolitics weighed on global markets. Both CBOT soy oil and BMD CPO fell at the benchmarks. Rupee weakened today due to equity selloff. Crude oil prices provided cushion to the market on Thursday after rise for last 2 days.
- Palm oil- Palm oil prices are underpinned by expectation of rise in end stocks of palm oil in Malaysia in November, rise in palm oil production in Malaysia and Indonesia in 2018 and fall in exports of palm oil from Malaysia. Palm oil end stocks in Malaysia are expected to hit 3 MMT in November due to rise in production of palm oil and fall in exports of palm oil in November. Palm oil production is expected to rise on seasonal uptrend of production in both Malaysia and Indonesia and will rise until December. Indonesia is expected to produce more than 41 MMT in 2018, much higher than expected. Exports of palm oil fell in November from Malaysia in November due to weak demand from EU and China. China purchased less as it has surplus edible oil stocks. Exports of palm oil from Malaysia in November rose to India due to fall in prices of palm oil and appreciation of Rupee.
- Soy oil- International soy oil prices are expected to fall on fall in soybean complex prices as US trade representatives were unable to give proper details of US-China trade deal struck on sidelines of G-20 meeting in Argentina. It is all about sentiment at the moment.
- Moreover, soybean complex prices are weighed by record global soybean production. Both US and Brazil are expected to produce near record soybean harvests and recovery in Argentina soybean production in 2018/19.
- According to Indonesia's finance ministry, Indonesia will not charge levy on exports of palm products as long as CPO prices stay below threshold prices of USD 570 per ton. It will charge USD 10-15 per ton between prices range of USD 570-619 per ton. Levy will rise to USD 20-50 per ton above CPO prices of USD 619 per ton. Under the old rule exports of palm oil has to pay USD 20-50 per ton export levy on exports of palm oil irrespective of any thresholds which was used to fund biodiesel mandate in the country. With steep fall in palm oil prices in 2018, palm oil producers are bleeding which has led to removal of export levy. This step may lead more exports of palm oil from Indonesia which is reeling with oversupply of palm oil.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Nov palm oil exports fell 13 percent to 1,241,467 tons compared to 1,427,539 tons in the corresponding period last month. Top buyers were European Union 283,168 tons (334,860 tons), India at 224,126 tons (81,700 tons), China at 171,660 tons (251,715 tons), United States at 43,524 tons (85,072 tons) and Pakistan at 34,400 tons (37,500 tons). Values in brackets are figures of last month.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO) from Indonesia rose 20.8 percent in October y-o-y to 3.14 MMT from were 2.60 MMT in Oct 2017. Exports of palm oil (CPO and PKO) were rose 5.02 m-o-m in Oct at 3.14 MMT compared to Sep 2018 at 2.99 MMT. Production of palm oil in Indonesia in October is reported at 4.51 MMT from 4.41 in Sep 2018, up 2 percent m-o-m. Stocks of palm oil in Oct 2018 rose to 4.407 MMT from 4.602 MMT in Sep 2018.

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
Dec-19	-3.15	739.50	739.90	735.70	736.50	9,160	-1890	16480	-4350
Jan-19	-2.10	734.00	735.50	730.10	730.70	9,440	3930	35160	770

Prices & Vol-OI are at 5:05 PM

Spread	Dec-18	Jan-18
Spot	1.50	7.30
Dec-19		-5.80
Jan-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-18	-2.20	491.00	496.20	488.00	491.10	1434	645	5343	-266
Jan-19	-4.00	497.50	499.90	491.50	494.30	813	381	4864	294

Spread	Dec-18	Jan-19
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Spot	-2.1	-5.3
Dec-19		3.2
Jan-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	-0.08	28.49	28.49	28.49	28.49
15-Jan	-0.23	28.83	28.83	28.56	28.61
15-Mar	-0.22	29.04	29.04	28.78	28.83
15-May	-0.23	29.24	29.28	29.01	29.06
15-Jul	-0.22	29.5	29.51	29.29	29.33

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb-19	-9	1985	1986	1984	1995
Mar-19	-10	2075	2077	2075	2087
Apr-19	-11	2150	2150	2149	2160
May-19	-10	2187	2187	2181	2191

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
06/12/2018	6.90	14556	4.166	37.50	70.89	3.89	97.07	51.24

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		6-Dec-18	5-Dec-18	
Refined Soybean Oil	Indore	738	730	8
	Indore (Soy Solvent Crude)	695	685	10
	Mumbai	740	740	Unch
	Mumbai (Soy Degum)	705	700	5
	Kandla/Mundra	730	730	Unch
	Kandla/Mundra (Soy Degum)	708	707	1
	Kolkata	755	752	3
	Delhi	783	780	3
	Nagpur	728	728	Unch
	Rajkot	732	730	2
	Kota	735	735	Unch

	Hyderabad	750	750	Unch
	Akola	731	731	Unch
	Amrawati	730	730	Unch
	Bundi	745	745	Unch
	Jalna	728	728	Unch
	Alwar	Unq	Unq	-
	Solapur	710	710	Unch
	Dhule	730	730	Unch
Palm Oil*	Kandla (Crude Palm Oil)	512	516	-3
	Kandla (RBD Palm oil)	551	551	Unch
	Kandla RBD Pamolein	599	596	2
	Kakinada (Crude Palm Oil)	520	520	Unch
	Kakinada RBD Pamolein	614	625	-11
	Haldia Pamolein	614	617	-3
	Chennai RBD Pamolein	620	630	-11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	685	696	-11
	KPT (krishna patnam) Pamolein	609	620	-11
	Mumbai RBD Pamolein	630	635	-5
	Mangalore RBD Pamolein	620	630	-11
	Tuticorin (RBD Palmolein)	625	623	2
	Delhi	636	636	Unch
	Rajkot	599	599	Unch
	Hyderabad	620	620	Unch
	PFAD (Kandla)	305	305	Unch
	Refined Palm Stearin (Kandla)	410	410	Unch
	Superolien (Kandla)	662	662	Unch
	Superolien (Mumbai)	699	706	-6
* inclusive of GST				
Refined Sunflower Oil	Chennai	755	755	Unch
	Mumbai	800	800	Unch
	Mumbai(Expeller Oil)	715	715	Unch
	Kandla (Ref.)	770	780	-10
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	765	765	Unch
	Latur (Expeller Oil)	770	770	Unch
	Chellakere (Expeller Oil)	700	700	Unch
	Erode (Expeller Oil)	800	800	Unch
Groundnut Oil	Rajkot	940	940	Unch
	Chennai	940	930	10
	Delhi	950	950	Unch



	Hyderabad *	960	980	-20
	Mumbai	970	970	Unch
	Gondal	940	940	Unch
	Jamnagar	930	920	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	800	Unch
	Jaipur (Kacchi Ghani Oil)	818	817	1
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	805	805	Unch
	Neewai (Expeller Oil)	790	790	Unch
	Neewai (Kacchi Ghani Oil)	805	805	Unch
	Bharatpur (Kacchi Ghani Oil)	810	810	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	800	800	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	810	810	Unch
	Mumbai (Expeller Oil)	810	810	Unch
	Kolkata(Expeller Oil)	930	970	-40
	New Delhi (Expeller Oil)	836	836	Unch
	Hapur (Expeller Oil)	895	895	Unch
	Hapur (Kacchi Ghani Oil)	935	935	Unch
	Agra (Kacchi Ghani Oil)	815	815	Unch
Refined Cottonseed Oil	Rajkot	685	685	Unch
	Hyderabad	690	690	Unch
	Mumbai	705	705	Unch
	New Delhi	675	675	Unch
Coconut Oil	Kangayan (Crude)	1470	1420	50
	Cochin	1500	1510	-10
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1750	1750	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	635	610	25
Rice Bran Oil (4%)	Punjab	640	640	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	473	470	3
	CNF India	500	495	5
Indonesia CPO USD/MT	FOB	425	425	Unch



	CNF India	460	455	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	465	465	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	445	443	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	780	785	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	313	315	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	740	-
Ukraine Origin CSFO USD/MT Kandla	CIF	690	685	5
Rapeseed Oil Rotterdam Euro/MT	FOB	742	750	-8
Argentina FOB (\$/MT)		5-Dec-18	4-Dec-18	Change
Crude Soybean Oil Ship		640	640	Unch
Refined Soy Oil (Bulk) Ship		662	662	Unch
Sunflower Oil Ship		628	632	-4
Cottonseed Oil Ship		620	620	Unch
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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