

Domestic Fundamentals:

- Edible oils featured mostly firm tone in various market centers on Wednesday.
- Domestic soy oil and palm oil futures rose on rise in BMD CPO and CBOT soy oil. MPOB report showed that production of palm oil unexpectedly fell in Nov which weighed on its prices. CBOT soy oil jumped on comments of Trump that China is expected to buy large amount of soybean from US. Crude oil prices were trading higher on Wednesday.
- Palm oil- Palm oil prices are expected to be supported by surprise fall in production of palm oil in Malaysia in November as reported by MPOB, depreciation of ringgit and expectation of rise in prices of crude oil. MPOB report released today showed that palm oil end stocks in Malaysia rose to two decade high to above 3 MMT in November mainly on higher than expected fall in exports. The surprise fall in production of palm oil in Malaysia in November shows that production of palm oil has peaked and production will fall from here as seasonal uptrend of production is over an stress is expected to rise on palm trees from January due to El Nino weather pattern whose impact will be seen from Jan 2019.
Exports has showed seasonal fall due to lower purchase by EU and China. However, data from cargo surveyors show rise in imports of palm oil by China in December along with India. Both the countries is expected to purchase in higher quantities on fall in palm oil prices. Demand from China will remain firm due lower imports of soybean by the country which has led to lower supply of soy oil leading to higher imports of palm oil. Further, China is expected to purchase in higher quantities on stocking ahead of Chinese New Year.
Fall in Ringgit and rise in crude oil prices will weigh on prices in coming days.
- Soy oil- International soy oil prices are expected to supported by expectation of trade settlement between US and China. However, Trump statements do not hold for long and market returns to fundamentals after some days. China has still not removed import duty on imports of soybean from US. Trade deal of US-China trade deal struck on sidelines of G-20 meeting in Argentina is still holding positive sentiment.
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 Malaysia Palm Oil Board (MPOB), Malaysia's November palm oil stocks rose 10.45 percent to 30.07 lakh tons compared to 27.22 lakh tons in Oct. Production of palm oil in Nov fell 6.09 percent to 18.45 lakh tons compared to 19.65 lakh tons in Oct. Exports of palm oil in Nov fell 12.87 percent to 13.75 lakh tons compared to 15.78 lakh tons in Oct. Imports of palm oil in Nov rose 14.57 percent to 1.34 lakh tons compared to 1.17 lakh tons in Sep. End stocks of palm oil rose more than trade expectation on higher than expected fall in exports.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Dec 1-10 palm oil exports fell 0.8 percent to 308,207 tons compared to 310,592 tons in corresponding period last month. Top buyers were and India & subcontinent 97,610 tons (65,500 tons), China at 92,800 tons (29,400 tons) and European Union 41,510 tons (39,532 tons). Values in brackets are figures of corresponding period last month.
- According to China's General Administration of Customs (GACC), China's Nov edible vegetable oil import rose 32.3 percent to 6.22 lakh tons compared to 4.70 lakh tons in Oct. Imports in Nov is higher by 15.2 percent compared to Nov 2017 figure of 5.40 lakh tons. Year to date imports are higher by 7.4 percent to 55.48 lakh tons compared to corresponding period last year.

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

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-19	1.30	745.40	746.50	744.00	744.60	1,800	30	7760	-1470
Jan-19	0.90	744.50	745.70	742.60	743.50	8,540	720	34530	2480

Prices & Vol-OI are at 5:30 PM

Spread	Dec-18	Jan-18
Spot	0.40	1.50
Dec-19		-1.10
Jan-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-18	-6.80	500.90	504.60	500.70	503.80	702	-40	4252	-201
Jan-19	-4.00	502.00	508.00	502.00	506.40	826	93	5026	-240

Spread	Dec-18	Jan-19
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Spot	-10.8	-13.4
Dec-19		2.6
Jan-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	0.17	28.95	29.17	28.91	29.13
15-Mar	0.18	29.22	29.44	29.2	29.39
15-May	0.15	29.5	29.7	29.5	29.65
15-Jul	0.16	29.8	29.96	29.8	29.93
15-Aug	0.1	29.95	30.01	29.93	30.01

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jan-19	8	1937	1942	1931	1928
Feb-19	18	2028	2041	2019	2015
Mar-19	23	2104	2127	2104	2099
Apr-19	20	2181	2195	2178	2170

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/12/2018	6.89	14595	4.187	37.80	72.01	3.87	97.20	52.72

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Dec-18	11-Dec-18	
Refined Soybean Oil	Indore	745	743	2
	Indore (Soy Solvent Crude)	705	700	5
	Mumbai	740	725	15
	Mumbai (Soy Degum)	708	707	1
	Kandla/Mundra	745	740	5
	Kandla/Mundra (Soy Degum)	715	715	Unch
	Kolkata	765	755	10
	Delhi	790	787	3
	Nagpur	733	733	Unch
	Rajkot	740	740	Unch



	Kota	750	750	Unch
	Hyderabad	750	750	Unch
	Akola	736	736	Unch
	Amrawati	736	736	Unch
	Bundi	760	760	Unch
	Jalna	734	734	Unch
	Alwar	Unq	Unq	-
	Solapur	716	716	Unch
	Dhule	735	735	Unch
Palm Oil*	Kandla (Crude Palm Oil)	518	505	13
	Kandla (RBD Palm oil)	567	557	11
	Kandla RBD Pamolein	609	601	8
	Kakinada (Crude Palm Oil)	528	515	14
	Kakinada RBD Pamolein	617	614	3
	Haldia Pamolein	625	625	Unch
	Chennai RBD Pamolein	625	625	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	690	684	6
	KPT (krishna patnam) Pamolein	614	609	5
	Mumbai RBD Pamolein	635	625	11
	Mangalore RBD Pamolein	625	625	Unch
	Tuticorin (RBD Palmolein)	632	627	5
	Delhi	649	646	3
	Rajkot	604	604	Unch
	Hyderabad	630	630	Unch
	PFAD (Kandla)	305	305	Unch
	Refined Palm Stearin (Kandla)	410	410	Unch
	Superolien (Kandla)	672	656	16
	Superolien (Mumbai)	690	684	6
* inclusive of GST				
Refined Sunflower Oil	Chennai	765	760	5
	Mumbai	800	790	10
	Mumbai(Expeller Oil)	705	705	Unch
	Kandla (Ref.)	770	770	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	780	780	Unch
	Latur (Expeller Oil)	770	770	Unch
	Chellakere (Expeller Oil)	720	700	20
	Erode (Expeller Oil)	790	800	-10
Groundnut Oil	Rajkot	980	980	Unch
	Chennai	940	940	Unch



	Delhi	950	965	-15
	Hyderabad *	990	990	Unch
	Mumbai	985	970	15
	Gondal	975	975	Unch
	Jamnagar	970	970	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	805	805	Unch
	Jaipur (Kacchi Ghani Oil)	824	824	Unch
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	805	805	Unch
	Neewai (Expeller Oil)	795	795	Unch
	Neewai (Kacchi Ghani Oil)	810	810	Unch
	Bharatpur (Kacchi Ghani Oil)	840	820	20
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	805	805	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	810	810	Unch
	Mumbai (Expeller Oil)	830	805	25
	Kolkata(Expeller Oil)	940	940	Unch
	New Delhi (Expeller Oil)	855	855	Unch
	Hapur (Expeller Oil)	905	895	10
	Hapur (Kacchi Ghani Oil)	945	935	10
	Agra (Kacchi Ghani Oil)	845	825	20
Refined Cottonseed Oil	Rajkot	710	710	Unch
	Hyderabad	705	705	Unch
	Mumbai	718	700	18
	New Delhi	685	685	Unch
Coconut Oil	Kangayan (Crude)	1430	1430	Unch
	Cochin	1490	1490	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1750	1750	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	638	638	Unch
Rice Bran Oil (4%)	Punjab	625	630	-5
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	480	483	-3
	CNF India	505	505	Unch

Indonesia CPO USD/MT	FOB	435	433	2
	CNF India	465	465	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	475	475	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	455	450	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	785	785	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	320	318	2
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	750	-
Ukraine Origin CSFO USD/MT Kandla	CIF	700	700	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	735	735	Unch
Argentina FOB (\$/MT)		11-Dec-18	10-Dec-18	Change
Crude Soybean Oil Ship		635	635	Unch
Refined Soy Oil (Bulk) Ship		657	657	Unch
Sunflower Oil Ship		620	620	Unch
Cottonseed Oil Ship		615	615	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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