



### Domestic Fundamentals:

- Edible oils featured mostly weak tone in various market centers on Friday.
- Domestic soy oil futures and palm oil futures fell on fall in international markets. International palm oil and soy oil futures fell on oversupply concerns. Rupee depreciated below 70/USD as on fall in domestic equity markets. Crude oil prices were trading lower on Thursday.
- Palm oil- Palm oil prices are expected to be supported by expectation of fall in production of palm oil in coming months, rise in exports of palm oil from Malaysia and weak ringgit.  
However, record palm oil stocks in Malaysia and Indonesia will weigh on prices.  
Palm oil production is expected to fall on seasonal downtrend of production. Production fell in November in Malaysia indicating that production has peaked and is expected to fall going ahead.  
Production of palm oil is estimated to have fallen in Indonesia indicating peak of palm oil production has reached.  
Exports of palm oil rose in December on higher demand from China and India.  
China is buying more palm oil due to lower production of soy oil in China due to lower imports of soybean in November. China imported fewer soybeans due to outbreak of swine flu in the country and negative crush margins of soybean. This has led to lower supply of soy oil leading to higher imports of palm oil.  
Further, China will import more in Dec and Jan on demand ahead of Chinese New Year.  
India is buying to take advantage of low prices of palm oil.
- Soy oil- Soy oil prices are underpinned by record crop in Brazil, near record crop in US and lower demand of soybean from China. Trade settlement by US and China will have limited impact on soybean complex as despite Chinese demand, stocks of soybean will stay firm in US. However, rise in competitive oils like palm oil prices will support its prices.  
Brazil crop condition is good and harvest is expected to start and it is expected to harvest record crop due to higher yield and record area.  
US is sitting on record soybean stocks as demand from China is expected to be limited in coming months as Brazil soybean supply will start and US will not be able to liquidate major stocks to China.  
Soybean demand from China is expected to remain low due to lowering of protein requirement by China in feed industry and measures to block exports of soy meal coupled with measures to diversify away from soybean as a major protein source by China.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Dec 1-20 palm oil exports rose 6.9 percent to 879,491 tons compared to 822,620 tons in the corresponding period last month. Top buyers were China at 255,010 tons (136,710 tons), India at 175,910 tons (120,700 tons), European Union 137,294 tons (176,913 tons), United States at 64,405 tons (36,329 tons) and Pakistan at 35,500 tons (15,000 tons). Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Dec 1-20 palm oil exports rose 2.9 percent to 808,061 tons compared to 785,493 tons in corresponding period last month. Top buyers were India & subcontinent 249,210 tons (150,000 tons), China at 212,810 tons (103,650 tons) and European Union 113,097 tons (196,073 tons). Values in brackets are figures of corresponding period last month.

**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
Jan-19	-1.65	728.20	729.40	726.00	727.00	6,710	-320	39700	-470
Feb-19	-2.25	721.80	722.00	719.85	720.50	1,710	830	16620	460

Prices & Vol-OI are at 5:30 PM

Spread	Jan-18	Feb-18
Spot	13.00	19.50
Jan-19		-6.50
Feb-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-18	-2.80	512.20	515.00	511.80	511.90	403	-43	2417	-211
Jan-19	-1.00	512.40	513.70	509.10	511.20	792	-234	5750	-26

Spread	Dec-18	Jan-19
--------	--------	--------

Spot	-0.9	-0.2
Dec-19		-0.7
Jan-19		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	UNCH	28.19	28.28	28.19	28.2
15-Mar	0.01	28.49	28.57	28.48	28.49
15-May	0.01	28.74	28.81	28.72	28.73
15-Jul	0.02	29	29.08	28.99	29.01
15-Aug	0.02	29.15	29.19	29.15	29.15

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jan-19	-30	2112	2128	2102	2103
Feb-19	-44	2159	2164	2121	2122
Mar-19	-29	2176	2184	2156	2157
Apr-19	-23	2213	2215	2194	2197

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/12/2018	6.91	14459	4.175	38.03	69.70	3.84	96.32	45.59

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-Dec-18	20-Dec-18	
Refined Soybean Oil	Indore	740	740	Unch
	Indore (Soy Solvent Crude)	705	705	Unch
	Mumbai	740	750	-10
	Mumbai (Soy Degum)	712	715	-3
	Kandla/Mundra	730	740	-10
	Kandla/Mundra (Soy Degum)	710	710	Unch
	Kolkata	800	800	Unch
	Delhi	785	790	-5
	Nagpur	730	730	Unch
	Rajkot	735	735	Unch

	Kota	735	740	-5
	Hyderabad	750	750	Unch
	Akola	732	732	Unch
	Amrawati	732	732	Unch
	Bundi	745	750	-5
	Jalna	732	732	Unch
	Alwar	Unq	Unq	-
	Solapur	721	721	Unch
	Dhule	731	731	Unch
Palm Oil*	Kandla (Crude Palm Oil)	537	540	-3
	Kandla (RBD Palm oil)	567	572	-5
	Kandla RBD Pamolein	620	625	-5
	Kakinada (Crude Palm Oil)	541	541	Unch
	Kakinada RBD Pamolein	635	635	Unch
	Haldia Pamolein	635	636	-1
	Chennai RBD Pamolein	641	641	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	701	701	Unch
	KPT (krishna patnam) Pamolein	630	630	Unch
	Mumbai RBD Pamolein	651	651	Unch
	Mangalore RBD Pamolein	641	641	Unch
	Tuticorin (RBD Palmolein)	632	635	-3
	Delhi	650	660	-10
	Rajkot	609	614	-5
	Hyderabad	617	617	Unch
	PFAD (Kandla)	320	315	5
	Refined Palm Stearin (Kandla)	399	389	11
	Superolien (Kandla)	693	693	Unch
	Superolien (Mumbai)	701	701	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	765	770	-5
	Mumbai	800	810	-10
	Mumbai(Expeller Oil)	715	715	Unch
	Kandla (Ref.)	770	770	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	780	780	Unch
	Latur (Expeller Oil)	750	750	Unch
	Chellakere (Expeller Oil)	710	710	Unch
	Erode (Expeller Oil)	800	800	Unch
Groundnut Oil	Rajkot	975	970	5
	Chennai	930	930	Unch

	Delhi	950	950	Unch
	Hyderabad *	970	970	Unch
	Mumbai	985	985	Unch
	Gondal	965	970	-5
	Jamnagar	960	970	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	800	-5
	Jaipur (Kacchi Ghani Oil)	819	818	1
	Kota (Expeller Oil)	805	790	15
	Kota (Kacchi Ghani Oil)	790	790	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)	785	785	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	805	800	5
	Mumbai (Expeller Oil)	835	835	Unch
	Kolkata(Expeller Oil)	940	940	Unch
	New Delhi (Expeller Oil)	843	842	1
	Hapur (Expeller Oil)	900	900	Unch
	Hapur (Kacchi Ghani Oil)	940	940	Unch
	Agra (Kacchi Ghani Oil)	815	815	Unch
Refined Cottonseed Oil	Rajkot	695	700	-5
	Hyderabad	710	710	Unch
	Mumbai	715	715	Unch
	New Delhi	680	680	Unch
Coconut Oil	Kangayan (Crude)	1480	1480	Unch
	Cochin	1460	1460	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1700	1700	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	620	630	-10
Rice Bran Oil (4%)	Punjab	615	615	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	508	510	-2
	CNF India	540	540	Unch

Indonesia CPO USD/MT	FOB	488	490	-2
	CNF India	510	510	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	500	503	-3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	488	483	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	880	880	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	345	343	2
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	850	-
Ukraine Origin CSFO USD/MT Kandla	CIF	690	698	-8
Rapeseed Oil Rotterdam Euro/MT	FOB	713	713	Unch
Argentina FOB (\$/MT)		20-Dec-18	19-Dec-18	Change
Crude Soybean Oil Ship		614	620	-6
Refined Soy Oil (Bulk) Ship		635	642	-7
Sunflower Oil Ship		605	610	-5
Cottonseed Oil Ship		594	600	-6
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).**

#### 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.php> 2018 Indian Agribusiness Systems Ltd.