

Domestic Fundamentals:

- Edible oils featured mixed tone in various market centers on Friday.
- Domestic soy oil futures and palm oil futures fell on weak demand prospects. International palm oil and soy oil futures rose on optimism in global markets and rise in crude oil prices. Rupee appreciated above 70/USD on rise in domestic equity markets. Crude oil prices were trading higher on Friday.
- Palm oil- Palm oil prices are expected to be expected to underpinned by expectation of rise in end stocks of palm oil in Malaysia in December on rise in production of palm oil in December
Data from Malaysia Palm Oil Association show production rose in first 20 days of December, raising expectation that production will end December in green in Malaysia.
End stocks of palm oil have already crossed 3 MMT in Malaysia in Nov and it is expected to top in Dec primarily due to rise in production in Dec.
Exports are showing subdued performance from Malaysia in December mainly on low demand from top importer EU.
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 and recent appreciation of Rupee has made palm oil cheaper to import.
Fall in competing oils like CBOT soy oil and RBD Palmolein will support fall in palm oil prices.
Weak crude oil prices will be drag on palm oil prices.
- 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.
Data on Friday showed that China imported zero soybean from US in Nov. In Dec it is expected that around 5 MMT of soybean from US will be contracted.
Further, soybean harvest has started in Brazil and imports from US will slow as harvest in Brazil picks up pace. Brazil is expected to harvest record soybean crop in 2018/19.
This will lead to surplus soybean stocks in US which will underpin soybean complex prices.
Further soybean weather is conducive in South America which will harvest record stocks.
Rise in crude oil prices are expected to support soy oil prices.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Dec 1-25 palm oil exports rose 0.4 percent to 1,078,274 tons compared to 1,074,486 tons in the corresponding period last month. Top buyers were China at 268,910 tons (161,660 tons), European Union 195,064 tons (243,633 tons), India at 185,910 tons (176,200 tons), United States at 64,405 tons (43,524 tons) and Pakistan at 60,000 tons (34,400 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.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-19	0.35	724.95	726.80	722.80	723.80	14,940	5830	41240	3760
Feb-19	-1.30	714.50	714.50	711.50	712.50	4,380	-1970	21010	-280

Prices & Vol-OI are at 5:30 PM

Spread	Jan-18	Feb-18
Spot	6.20	17.50
Jan-19		-11.30
Feb-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-18	-0.20	502.20	503.90	502.20	502.90	700	223	1187	-628
Jan-19	-3.10	512.20	514.40	508.60	509.50	1138	110	5811	110

Spread	Dec-18	Jan-19
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Spot	1.1	-5.5
Dec-19		6.6
Jan-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	0.13	27.34	27.46	27.34	27.44
15-Mar	0.12	27.63	27.79	27.62	27.75
15-May	0.11	27.9	28.05	27.9	28.01
15-Jul	0.12	28.19	28.32	28.19	28.3
15-Aug	0.14	28.36	28.46	28.35	28.46

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jan-19	-1	2023	2027	2007	2013
Feb-19	13	2074	2083	2062	2075
Mar-19	13	2115	2127	2103	2121
Apr-19	7	2160	2167	2146	2160

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/12/2018	6.87	14559	4.153	38.30	70.05	3.86	96.70	45.45

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Dec-18	27-Dec-18	
Refined Soybean Oil	Indore	732	728	4
	Indore (Soy Solvent Crude)	695	695	Unch
	Mumbai	730	740	-10
	Mumbai (Soy Degum)	705	705	Unch
	Kandla/Mundra	720	725	-5
	Kandla/Mundra (Soy Degum)	698	700	-2
	Kolkata	780	780	Unch
	Delhi	775	775	Unch
	Nagpur	728	726	2
	Rajkot	722	725	-3

	Kota	735	730	5
	Hyderabad	750	750	Unch
	Akola	730	727	3
	Amrawati	729	728	1
	Bundi	745	740	5
	Jalna	728	726	2
	Alwar	Unq	Unq	-
	Solapur	722	719	3
	Dhule	726	724	2
Palm Oil*	Kandla (Crude Palm Oil)	530	530	Unch
	Kandla (RBD Palm oil)	571	571	Unch
	Kandla RBD Pamolein	614	614	Unch
	Kakinada (Crude Palm Oil)	541	538	3
	Kakinada RBD Pamolein	630	630	Unch
	Haldia Pamolein	627	627	Unch
	Chennai RBD Pamolein	630	635	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	693	696	-3
	KPT (krishna patnam) Pamolein	625	625	Unch
	Mumbai RBD Pamolein	630	635	-5
	Mangalore RBD Pamolein	630	635	-5
	Tuticorin (RBD Palmolein)	622	622	Unch
	Delhi	640	640	Unch
	Rajkot	609	604	5
	Hyderabad	606	606	Unch
	PFAD (Kandla)	320	320	Unch
	Refined Palm Stearin (Kandla)	394	394	Unch
	Superolien (Kandla)	688	688	Unch
	Superolien (Mumbai)	693	696	-3
* inclusive of GST				
Refined Sunflower Oil	Chennai	765	765	Unch
	Mumbai	790	790	Unch
	Mumbai(Expeller Oil)	705	705	Unch
	Kandla (Ref.)	760	760	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	775	775	Unch
	Latur (Expeller Oil)	750	750	Unch
	Chellakere (Expeller Oil)	710	710	Unch
	Erode (Expeller Oil)	800	800	Unch
Groundnut Oil	Rajkot	970	975	-5
	Chennai	960	960	Unch

	Delhi	950	950	Unch
	Hyderabad *	980	980	Unch
	Mumbai	985	985	Unch
	Gondal	985	975	10
	Jamnagar	970	960	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	785	780	5
	Jaipur (Kacchi Ghani Oil)	808	805	3
	Kota (Expeller Oil)	775	770	5
	Kota (Kacchi Ghani Oil)	785	785	Unch
	Neewai (Expeller Oil)	780	780	Unch
	Neewai (Kacchi Ghani Oil)	797	797	Unch
	Bharatpur (Kacchi Ghani Oil)	810	810	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	775	775	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	790	790	Unch
	Mumbai (Expeller Oil)	830	830	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	830	827	3
	Hapur (Expeller Oil)	905	905	Unch
	Hapur (Kacchi Ghani Oil)	945	945	Unch
	Agra (Kacchi Ghani Oil)	815	815	Unch
Refined Cottonseed Oil	Rajkot	690	690	Unch
	Hyderabad	695	695	Unch
	Mumbai	702	702	Unch
	New Delhi	670	670	Unch
Coconut Oil	Kangayan (Crude)	1625	1625	Unch
	Cochin	1470	1470	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1600	1600	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	605	600	5
Rice Bran Oil (4%)	Punjab	605	605	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	500	505	-5
	CNF India	540	533	7

Indonesia CPO USD/MT	FOB	480	485	-5
	CNF India	507	505	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	493	493	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	490	490	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	870	865	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	345	345	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	845	-
Ukraine Origin CSFO USD/MT Kandla	CIF	700	700	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	705	695	10
Argentina FOB (\$/MT)		27-Dec-18	26-Dec-18	Change
Crude Soybean Oil Ship		592	595	-3
Refined Soy Oil (Bulk) Ship		613	616	-3
Sunflower Oil Ship		605	605	Unch
Cottonseed Oil Ship		572	575	-3
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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