

**Domestic Fundamentals:**

- Edible oils featured mixed tone in various market centers on Friday.
- Domestic soy oil futures and palm oil futures rose on firm international markets and higher demand prospects from India due to palm oil import duty reduction. International palm oil futures rose weather disturbances in South America. Rupee ended the week on strong note. Crude oil prices were trading higher on Friday.
- Palm oil- Palm oil prices are expected to be expected to underpin by expectation of rise in end stocks of palm oil in Malaysia in December on rise in production of palm oil in December.  
With reduction of palm oil import duty especially refined palm oil from Malaysia will support palm oil prices.  
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.  
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.  
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 supported by weather disturbances in South America, rise in crude oil prices and weak dollar.  
Soy oil traded higher as rains in soybean belts in Argentina adversely affected planting and more rains are expected next week. This will increase basis and support soy oil FOB Argentina prices.  
Certain areas in soybean belts in Brazil are facing drought situation which will reduce yields and will decrease crop prospects. However, Brazil will harvest record soybean crop in 2018/19.  
Crude oil prices rose on OPEC production cut and dollar fell on FED interest outlook will support soy oil prices.
- According to Government of India (GOI) notification number 84/2018-Customs dated 31 December 2018, import duty on crude palm oil is reduced to 40 percent from 44 percent while on refined palm oil is reduced to 50 percent from 54 percent. This makes total import duty on crude palm oil to 44 percent and 55 percent on refined palm oil after applying all taxes. However, refined palm oil origin from Malaysia will be charged 45 percent import duty sourced from Malaysia. So, total import duty on imports of refined palm oil from Malaysia works out at 49.5 percent including all taxes.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Dec palm oil exports rose 7.9 percent to 1,339,879 tons compared to 1,241,467 tons last month. Top buyers were China at 322,610 tons (171,660 tons), India at 277,010 tons (224,126 tons), European Union 249,669 tons (283,168 tons), United States at 75,550 tons (43,524 tons) and Pakistan at 63,000 tons (34,400 tons). Values in brackets are figures 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	2.05	738.40	742.95	738.15	741.70	8,310	2650	31370	-1540
Feb-19	3.35	728.00	732.35	727.00	731.00	6,170	790	34050	1780

Prices & Vol-OI are at 5:30 PM

Spread	Jan-18	Feb-18
Spot	6.30	17.00
Jan-19		-10.70
Feb-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-18	1.20	528.00	531.00	526.00	529.00	536	-647	5419	-121
Feb-19	2.20	533.50	536.20	532.40	535.60	439	-36	4505	172

Spread	Jan-18	Feb-19
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Spot	-14.0	-20.6
Jan-19		6.6
Feb-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	0.04	28.22	28.22	28.22	28.22
15-Mar	0.23	28.44	28.67	28.39	28.66
15-May	0.22	28.7	28.92	28.64	28.91
15-Jul	0.22	28.95	29.2	28.93	29.19
15-Aug	0.21	29.09	29.31	29.07	29.31

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jan-19	30	2100	2121	2100	2120
Feb-19	19	2127	2142	2111	2138
Mar-19	20	2161	2178	2144	2172
Apr-19	16	2200	2219	2190	2211

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/01/2019	6.86	14246	4.133	37.44	70.19	3.75	96.63	48.12

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Jan-19	3-Jan-19	
Refined Soybean Oil	Indore	748	748	Unch
	Indore (Soy Solvent Crude)	715	715	Unch
	Mumbai	745	745	Unch
	Mumbai (Soy Degum)	705	705	Unch
	Kandla/Mundra	735	735	Unch
	Kandla/Mundra (Soy Degum)	702	700	2
	Kolkata	795	790	5
	Delhi	790	790	Unch
	Nagpur	746	746	Unch
	Rajkot	730	730	Unch

	Kota	745	740	5
	Hyderabad	750	750	Unch
	Akola	746	746	Unch
	Amrawati	745	745	Unch
	Bundi	755	750	5
	Jalna	742	742	Unch
	Alwar	Unq	Unq	-
	Solapur	727	727	Unch
	Dhule	742	742	Unch
Palm Oil*	Kandla (Crude Palm Oil)	541	539	2
	Kandla (RBD Palm oil)	583	593	-11
	Kandla RBD Pamolein	641	635	5
	Kakinada (Crude Palm Oil)	546	546	Unch
	Kakinada RBD Pamolein	632	630	2
	Haldia Pamolein	638	635	3
	Chennai RBD Pamolein	635	635	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	692	692	Unch
	KPT (krishna patnam) Pamolein	625	625	Unch
	Mumbai RBD Pamolein	646	646	Unch
	Mangalore RBD Pamolein	635	635	Unch
	Tuticorin (RBD Palmolein)	635	639	-4
	Delhi	670	655	15
	Rajkot	622	620	2
	Hyderabad	620	620	Unch
	PFAD (Kandla)	326	326	Unch
	Refined Palm Stearin (Kandla)	399	399	Unch
	Superolien (Kandla)	677	677	Unch
	Superolien (Mumbai)	692	692	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	760	765	-5
	Mumbai	790	790	Unch
	Mumbai(Expeller Oil)	700	715	-15
	Kandla (Ref.)	770	770	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)	795	795	Unch
Groundnut Oil	Rajkot	980	1020	-40
	Chennai	980	980	Unch

	Delhi	1000	950	50
	Hyderabad *	980	980	Unch
	Mumbai	1015	1015	Unch
	Gondal	985	980	5
	Jamnagar	980	980	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	795	Unch
	Jaipur (Kacchi Ghani Oil)	813	814	-1
	Kota (Expeller Oil)	780	785	-5
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	790	790	Unch
	Neewai (Kacchi Ghani Oil)	798	798	Unch
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	780	780	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	825	825	Unch
	Kolkata(Expeller Oil)	940	940	Unch
	New Delhi (Expeller Oil)	835	835	Unch
	Hapur (Expeller Oil)	897	910	-13
	Hapur (Kacchi Ghani Oil)	937	950	-13
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	700	700	Unch
	Hyderabad	690	690	Unch
	Mumbai	715	712	3
	New Delhi	690	690	Unch
Coconut Oil	Kangayan (Crude)	1780	1780	Unch
	Cochin	1480	1480	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	615	615	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	520	518	2
	CNF India	550	550	Unch

Indonesia CPO USD/MT	FOB	498	508	<b>-10</b>
	CNF India	528	528	<b>Unch</b>
RBD Palm oil (Malaysia Origin USD/MT)	FOB	510	510	<b>Unch</b>
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	505	505	<b>Unch</b>
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	880	880	<b>Unch</b>
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	358	358	<b>Unch</b>
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	850	-
Ukraine Origin CSFO USD/MT Kandla	CIF	698	700	<b>-2</b>
Rapeseed Oil Rotterdam Euro/MT	FOB	711	711	<b>Unch</b>
<b>Argentina FOB (\$/MT)</b>		<b>3-Jan-19</b>	<b>2-Jan-19</b>	<b>Change</b>
Crude Soybean Oil Ship		612	607	<b>5</b>
Refined Soy Oil (Bulk) Ship		633	628	<b>5</b>
Sunflower Oil Ship		610	610	<b>Unch</b>
Cottonseed Oil Ship		592	587	<b>5</b>
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
<b>* indicates including GST</b>				

**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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