

Domestic Fundamentals:

- Edible oils featured mostly firm tone in various market centers on Wednesday.
- Domestic soy oil futures and palm oil futures rose on firm demand prospects and rise in international benchmarks. International palm oil futures rose on demand prospects while CBOT soy oil rose on US-China trade talks. Crude oil prices were trading higher on Wednesday and US-China trade talks.
- Palm oil- Palm oil prices are expected to be supported by expectation of fall in production of palm oil in Malaysia and Indonesia, rise in imports of palm oil by China and India from Malaysia in December and rise in crude oil prices.
Palm oil production is expected to fall in Malaysia in December as data from Malaysia Palm Oil Association (MPOA), showed 1 percent rise in production of palm oil in Malaysia in Dec indicating weak production scenario.
End stocks of palm oil will rise slower than estimated which has crossed 3 MMT in Malaysia in Nov. Palm oil end stocks fell in Indonesia in November below 4 MMT due to seasonally higher exports.
Exports are expected to show strong start to 2019 with higher demand from India and China.
Reduction of palm oil import duty by India especially refined palm oil from Malaysia will support palm oil prices.
China is buying more palm oil due to lower production of soy oil in China due to lower imports of soybean in November.
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.
Competitive oils like CBOT soy oil and DALIAN RBD palmolein will support palm oil prices.
Rise in crude palm oil prices due to OPEC production cut is expected to support palm oil prices.
- Soy oil- Soy oil prices are supported by US-China trade talks, weather disturbances in South America, rise in crude oil prices and weak dollar.
US-China trade talks are expected to start from this week and are expected to yield positive results for soybean complex prices.
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. Around 10 MMT of soybean crop can be lost due to drought.
Crude oil prices rose on OPEC production cut and dollar fell on FED interest outlook will support soy oil prices.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO) from Indonesia rose 14.1 percent in November y-o-y to 2.99 MMT from were 2.64 MMT in Nov 2017. Exports of palm oil (CPO and PKO) were fell 4.8 m-o-m in Nov at 2.99 MMT compared to Oct 2018 at 3.14 MMT. Stocks of palm oil in Nov 2018 fell to 3.89 MMT from 4.41 MMT in Oct 2018.
- 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	2.15	755.00	757.40	754.50	756.45	5,040	-6630	21530	-3960
Feb-19	4.85	740.70	744.00	738.25	743.00	10,150	-1280	37320	990

Prices & Vol-OI are at 5:30 PM

Spread	Jan-18	Feb-18
Spot	3.55	17.00
Jan-19		-13.45
Feb-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-18	4.00	534.80	538.80	532.60	536.70	703	104	4910	-272
Feb-19	3.90	540.00	544.70	539.30	543.20	400	-8	4869	29

Spread	Jan-18	Feb-19
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Spot	-8.7	-15.2
Jan-19		6.5
Feb-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.14	28.42	28.63	28.39	28.57
15-May	0.15	28.66	28.89	28.66	28.84
15-Jul	0.16	28.98	29.19	28.97	29.14
15-Aug	0.16	29.15	29.32	29.15	29.29
15-Sep	0.16	29.39	29.44	29.39	29.43

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb-19	-3	2142	2156	2133	2134
Mar-19	5	2179	2202	2173	2182
Apr-19	12	2211	2237	2208	2222
May-19	16	2230	2259	2229	2248

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
09/01/2019	6.83	14132	4.11	37.55	70.18	3.71	95.76	50.75

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		9-Jan-19	8-Jan-19	
Refined Soybean Oil	Indore	760	755	5
	Indore (Soy Solvent Crude)	720	715	5
	Mumbai	750	750	Unch
	Mumbai (Soy Degum)	712	710	2
	Kandla/Mundra	740	735	5
	Kandla/Mundra (Soy Degum)	712	710	2
	Kolkata	810	810	Unch
	Delhi	790	785	5
	Nagpur	757	757	Unch
	Rajkot	740	740	Unch

	Kota	755	750	5
	Hyderabad	760	760	Unch
	Akola	761	759	2
	Amrawati	761	758	3
	Bundi	768	763	5
	Jalna	767	756	11
	Alwar	Unq	Unq	-
	Solapur	750	742	8
	Dhule	767	765	2
Palm Oil*	Kandla (Crude Palm Oil)	554	546	8
	Kandla (RBD Palm oil)	593	588	5
	Kandla RBD Pamolein	646	635	11
	Kakinada (Crude Palm Oil)	562	557	5
	Kakinada RBD Pamolein	641	637	3
	Haldia Pamolein	656	651	5
	Chennai RBD Pamolein	646	641	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	700	697	3
	KPT (krishna patnam) Pamolein	635	635	Unch
	Mumbai RBD Pamolein	651	646	5
	Mangalore RBD Pamolein	646	641	5
	Tuticorin (RBD Palmolein)	646	642	4
	Delhi	675	675	Unch
	Rajkot	651	646	5
	Hyderabad	617	617	Unch
	PFAD (Kandla)	331	320	11
	Refined Palm Stearin (Kandla)	431	431	Unch
	Superolien (Kandla)	683	683	Unch
	Superolien (Mumbai)	700	697	3
* inclusive of GST				
Refined Sunflower Oil	Chennai	765	765	Unch
	Mumbai	790	790	Unch
	Mumbai(Expeller Oil)	700	695	5
	Kandla (Ref.)	770	770	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	780	780	Unch
	Latur (Expeller Oil)	760	755	5
	Chellakere (Expeller Oil)	715	715	Unch
	Erode (Expeller Oil)	795	795	Unch
Groundnut Oil	Rajkot	955	965	-10
	Chennai	1000	980	20

	Delhi	1000	1000	Unch
	Hyderabad *	965	965	Unch
	Mumbai	980	990	-10
	Gondal	965	975	-10
	Jamnagar	965	980	-15
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	795	Unch
	Jaipur (Kacchi Ghani Oil)	815	815	Unch
	Kota (Expeller Oil)	780	785	-5
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	792	790	2
	Neewai (Kacchi Ghani Oil)	800	799	1
	Bharatpur (Kacchi Ghani Oil)	820	815	5
	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)	795	795	Unch
	Mumbai (Expeller Oil)	825	830	-5
	Kolkata(Expeller Oil)	950	950	Unch
	New Delhi (Expeller Oil)	835	835	Unch
	Hapur (Expeller Oil)	890	895	-5
	Hapur (Kacchi Ghani Oil)	930	935	-5
	Agra (Kacchi Ghani Oil)	825	820	5
Refined Cottonseed Oil	Rajkot	705	705	Unch
	Hyderabad	710	710	Unch
	Mumbai	722	720	2
	New Delhi	705	700	5
Coconut Oil	Kangayan (Crude)	1735	1735	Unch
	Cochin	1500	1500	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	620	620	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	530	528	2
	CNF India	560	560	Unch

Indonesia CPO USD/MT	FOB	503	503	Unch
	CNF India	535	535	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	523	518	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	523	515	8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	880	880	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	378	365	13
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	850	-
Ukraine Origin CSFO USD/MT Kandla	CIF	700	700	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	709	706	3
Argentina FOB (\$/MT)		8-Jan-19	7-Jan-19	Change
Crude Soybean Oil Ship		617	619	-2
Refined Soy Oil (Bulk) Ship		639	641	-2
Sunflower Oil Ship		613	610	3
Cottonseed Oil Ship		597	599	-2
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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