

Domestic Fundamentals:

- Edible oils featured mixed tone in various market centers on Thursday.
- Domestic soy oil futures and palm oil futures rose on firm demand prospects. International palm oil futures fell as higher stocks of palm oil in Malaysia weighed. CBOT soy oil rose on US-China trade talks. Crude oil prices were trading higher on Thursday and US-China trade talks.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's December palm oil stocks rose 6.92 percent to 32.15 lakh tons compared to 30.07 lakh tons in November. Production of palm oil in Dec fell 2.02 percent to 18.08 lakh tons compared to 18.45 lakh tons in Nov. Exports of palm oil in Dec rose 0.57 percent to 13.83 lakh tons compared to 13.75 lakh tons in Nov. Imports of palm oil in Dec fell 19.15 percent to 1.09 lakh tons compared to 1.35 lakh tons in Nov. End stocks of palm oil rose more than trade expectation on lower than expected rise in exports.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Dec palm oil exports rose 7.9 percent. According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Jan 1-10 palm oil exports rose 46.6 percent to 451,845 tons compared to 308,207 tons in corresponding period last month. Top buyers were European Union 115,205 tons (41,510 tons), India & subcontinent 83,000 tons (97,610 tons) and China at 61,000 tons (92,800 tons). Values in brackets are figures of corresponding period last month.
- Palm oil- Palm oil prices are expected to be supported by expectation of fall in production of palm oil in Malaysia and Indonesia in coming months, rise in imports of palm oil by China and India from Malaysia and rise in crude oil prices.
Palm oil end stocks rose more than expected in December as reported by MPOB due to lower than expected rise in exports of palm oil in Malaysia in December. Stocks of palm oil grew 6.9 percent to 32.15 alk tons.
Palm oil production fell 2 percent in Malaysia in December as reported by MPOB indicating that we are entering weak production season, showed 1 percent rise in production of palm oil in Malaysia in Dec indicating weak production scenario.
Exports are showed weak December due to weak demand from EU. Exports of palm oil showed strong start to 2019 due to higher imports by EU. However, imports by China and India were weak which indicates that higher exports will not sustain into January if exports to China and India do not pick up.
Competitive oils like CBOT soy oil and DALIAN RBD palmolein will support palm oil prices.
Crude oil prices are showing strong price pickup in 2019 which will support palm oil prices in near term.
- 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.

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	759.00	763.95	756.50	762.40	7,560	2520	17910	-3620
Feb-19	0.20	747.00	750.85	744.50	747.05	12,180	2030	39790	2470

Prices & Vol-OI are at 5:30 PM

Spread	Jan-18	Feb-18
Spot	2.60	17.95
Jan-19		-15.35
Feb-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-18	-1.00	540.60	543.90	536.50	539.40	862	159	4795	-115
Feb-19	0.00	546.70	550.50	543.20	547.30	504	104	4800	-69

Spread	Jan-18	Feb-19
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Spot	-13.4	-21.3
Jan-19		7.9
Feb-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.01	28.6	28.67	28.5	28.61
15-May	0.02	28.83	28.94	28.76	28.89
15-Jul	0.03	29.13	29.23	29.07	29.19
15-Aug	0.02	29.31	29.37	29.22	29.32
15-Sep	-	-	-	-	-

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb-19	14	2118	2118	2118	2087
Mar-19	-16	2140	2141	2105	2117
Apr-19	-18	2184	2188	2150	2163
May-19	-15	2228	2230	2195	2208

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/01/2019	6.78	14057	4.097	37.36	70.37	3.69	95.30	51.95

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Jan-19	9-Jan-19	
Refined Soybean Oil	Indore	765	760	5
	Indore (Soy Solvent Crude)	725	720	5
	Mumbai	755	750	5
	Mumbai (Soy Degum)	712	712	Unch
	Kandla/Mundra	745	740	5
	Kandla/Mundra (Soy Degum)	712	712	Unch
	Kolkata	805	810	-5
	Delhi	790	790	Unch
	Nagpur	763	757	6
	Rajkot	745	740	5

	Kota	760	755	5
	Hyderabad	760	760	Unch
	Akola	766	761	5
	Amrawati	765	761	4
	Bundi	773	768	5
	Jalna	770	767	3
	Alwar	Unq	Unq	-
	Solapur	755	750	5
	Dhule	770	767	3
Palm Oil*	Kandla (Crude Palm Oil)	552	554	-2
	Kandla (RBD Palm oil)	593	593	Unch
	Kandla RBD Pamolein	646	646	Unch
	Kakinada (Crude Palm Oil)	551	562	-11
	Kakinada RBD Pamolein	641	641	Unch
	Haldia Pamolein	662	656	5
	Chennai RBD Pamolein	646	646	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	702	700	2
	KPT (krishna patnam) Pamolein	635	635	Unch
	Mumbai RBD Pamolein	651	651	Unch
	Mangalore RBD Pamolein	646	646	Unch
	Tuticorin (RBD Palmolein)	646	646	Unch
	Delhi	685	675	10
	Rajkot	641	651	-11
	Hyderabad	616	617	-1
	PFAD (Kandla)	331	331	Unch
	Refined Palm Stearin (Kandla)	431	431	Unch
	Superolien (Kandla)	688	683	5
	Superolien (Mumbai)	702	700	2
* inclusive of GST				
Refined Sunflower Oil	Chennai	765	765	Unch
	Mumbai	790	790	Unch
	Mumbai(Expeller Oil)	700	700	Unch
	Kandla (Ref.)	770	770	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	775	780	-5
	Latur (Expeller Oil)	760	760	Unch
	Chellakere (Expeller Oil)	715	715	Unch
	Erode (Expeller Oil)	795	795	Unch
Groundnut Oil	Rajkot	950	955	-5
	Chennai	1000	1000	Unch

	Delhi	1000	1000	Unch
	Hyderabad *	980	965	15
	Mumbai	975	980	-5
	Gondal	960	965	-5
	Jamnagar	950	965	-15
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	795	Unch
	Jaipur (Kacchi Ghani Oil)	814	815	-1
	Kota (Expeller Oil)	775	780	-5
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	785	792	-7
	Neewai (Kacchi Ghani Oil)	796	800	-4
	Bharatpur (Kacchi Ghani Oil)	815	820	-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)	820	825	-5
	Kolkata(Expeller Oil)	940	950	-10
	New Delhi (Expeller Oil)	840	835	5
	Hapur (Expeller Oil)	895	890	5
	Hapur (Kacchi Ghani Oil)	935	930	5
	Agra (Kacchi Ghani Oil)	820	825	-5
Refined Cottonseed Oil	Rajkot	705	705	Unch
	Hyderabad	710	710	Unch
	Mumbai	730	722	8
	New Delhi	705	705	Unch
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	625	620	5
Rice Bran Oil (4%)	Punjab	605	605	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	535	530	5
	CNF India	555	560	-5

Indonesia CPO USD/MT	FOB	505	503	2
	CNF India	530	535	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	530	523	7
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	540	523	17
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	885	880	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	390	378	12
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	718	709	9
Argentina FOB (\$/MT)		9-Jan-19	8-Jan-19	Change
Crude Soybean Oil Ship		625	617	8
Refined Soy Oil (Bulk) Ship		647	639	8
Sunflower Oil Ship		613	613	Unch
Cottonseed Oil Ship		605	597	8
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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