

Domestic Fundamentals:

- Edible oils featured mixed tone in various market centers on Thursday.
- Domestic soy oil and palm oil prices futures rose on demand prospects and rise in international benchmark. BMD CPO palm oil futures and CBOT soy oil rose on demand prospects. Crude oil prices were trading higher on Thursday.
- Palm oil- Palm oil prices are supported by expectation of fall in stocks of palm oil in Malaysia, fall in production of palm oil in Malaysia, firm exports of palm oil from Malaysia and firm crude oil prices.
Palm oil end stocks in Malaysia are expected to fall in January in Malaysia due to fall in production and firm exports. Palm oil stocks rose to record in history in December on back of firm production and weak exports. Production is expected to fall on seasonal downtrend of production. Production fell in December indicating that peak production is over and production will fall until Mar-Apr.
Exports of palm oil is expected to stay firm in Malaysia in Jan due to firm demand from China and India. China will buy more palm oil to setoff lower production of soy oil in the country due to lower crush on swine flu and lower imports of soybean by China. Chinese New Year is approaching and demand of edible oils will firm paving way for more palm oil due to low supply of soy oil.
India is expected to buy more palmolein as Malaysia has been given 5% lower import duty compared to alternate destinations. Further, India is expected to buy more at current pices and port stocks of palmolein are low at Indian ports.
- Soy oil- Soy oil international prices are expected to rise on US-China trade optimism, adverse soybean weather in South America and rise in crude oil prices.
US and China has reached temporary trade settlement due to which China is expected to buy soybean from US to tide over shortage of soybean.
Soybean crop condition in Brazil is adverse in South and Central Brazil especially in Parana and Mato Grosso province. This has led to fall in yields and led to lower crop estimates in the country. Various agencies like CONAB, AgRural, Agroconsult etc. USDA is expected to fllow suit whenever it will release Demand and Supply data. Crop cut will be in range of 5-10 MMT.
Argentina soybean crop condition has worsened due to heavy rains in soybean growing areas. This will lead to lower yields. His has led to rise in basis over CPOT leading to rise in FOB soy oil prices.
- According to National Oilseed Processors Association (NOPA), U.S. December soybean crush rose by 2.9 percent to 171.759 million bushels from 166.959 million bushels in November 2018. Crush of soybean in December was higher by 3.28 percent compared to December 2017 figure of 166.305 million bushels. Soy oil stocks in U.S. at the end of December rose 1.0 percent to 1.498 billion lbs compared to 1.484 billion lbs in end November 2018. Stocks of soy oil in end December was lower by 2.24 percent compared to end December 2017, which was reported at 1.518 million lbs.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Jan 1-15 palm oil exports rose 7.9 percent to 647,062 tons compared to 599,801 tons in corresponding period last month. Top buyers were European Union 146,745 tons (97,469 tons), China at 142,812 tons (184,560 tons), India at 75,500 tons (104,410 tons), United States at 48,050 tons (19,705 tons) and Pakistan at 8,000 tons (28,000 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
Feb-19	2.65	751.50	755.90	748.60	754.05	14,940	4970	46310	2770
Mar-19	4.70	741.85	745.80	741.85	744.50	1,580	340	22480	160

Prices & Vol-OI are at 5:30 PM

Spread	Feb-18	Mar-18
Spot	10.95	20.50
Feb-19		-9.55
Mar-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-18	3.20	546.20	548.50	544.00	547.30	478	146	3860	-122
Feb-19	3.00	549.30	554.50	549.30	553.20	337	49	5176	83

Spread	Jan-18	Feb-19
--------	--------	--------

Spot	-4.3	-10.2
Jan-19		5.9
Feb-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.08	28.23	28.32	28.15	28.31
15-May	0.08	28.51	28.6	28.43	28.59
15-Jul	0.08	28.8	28.89	28.73	28.87
15-Aug	0.07	28.92	29.01	28.87	29.01
15-Sep	0.05	29.06	29.11	29.06	29.11

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb-19	33	2085	2123	2083	2121
Mar-19	32	2130	2169	2128	2167
Apr-19	22	2170	2200	2165	2198
May-19	16	2201	2225	2195	2222

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/01/2019	6.77	14181	4.113	37.47	71.04	3.73	96.07	51.74

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Jan-19	16-Jan-19	
Refined Soybean Oil	Indore	765	775	-10
	Indore (Soy Solvent Crude)	735	740	-5
	Mumbai	760	760	Unch
	Mumbai (Soy Degum)	720	718	2
	Kandla/Mundra	750	745	5
	Kandla/Mundra (Soy Degum)	720	720	Unch
	Kolkata	810	815	-5
	Delhi	790	790	Unch
	Nagpur	762	765	-3
	Rajkot	750	750	Unch
	Kota	770	765	5

	Hyderabad	760	Closed	-
	Akola	765	765	Unch
	Amrawati	764	765	-1
	Bundi	783	778	5
	Jalna	771	773	-2
	Alwar	Unq	Unq	-
	Solapur	758	760	-2
	Dhule	770	776	-6
Palm Oil*	Kandla (Crude Palm Oil)	570	573	-3
	Kandla (RBD Palm oil)	609	604	5
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	567	562	5
	Kakinada RBD Pamolein	651	651	Unch
	Haldia Pamolein	656	664	-7
	Chennai RBD Pamolein	656	656	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	711	711	Unch
	KPT (krishna patnam) Pamolein	646	646	Unch
	Mumbai RBD Pamolein	662	662	Unch
	Mangalore RBD Pamolein	656	656	Unch
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	685	685	Unch
	Rajkot	656	646	11
	Hyderabad	635	Closed	-
	PFAD (Kandla)	336	331	5
	Refined Palm Stearin (Kandla)	441	441	Unch
	Superolien (Kandla)	693	693	Unch
	Superolien (Mumbai)	711	711	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	Closed	Closed	-
	Mumbai	805	800	5
	Mumbai(Expeller Oil)	705	705	Unch
	Kandla (Ref.)	775	775	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	780	Closed	-
	Latur (Expeller Oil)	760	760	Unch
	Chellakere (Expeller Oil)	715	715	Unch
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	950	960	-10
	Chennai	Closed	Closed	-

	Delhi	950	950	Unch
	Hyderabad *	970	Closed	-
	Mumbai	980	980	Unch
	Gondal	965	970	-5
	Jamnagar	965	975	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	795	-5
	Jaipur (Kacchi Ghani Oil)	812	809	3
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	785	785	Unch
	Neewai (Kacchi Ghani Oil)	796	796	Unch
	Bharatpur (Kacchi Ghani Oil)	810	820	-10
	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)	800	810	-10
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	825	830	-5
	Hapur (Expeller Oil)	880	895	-15
	Hapur (Kacchi Ghani Oil)	920	935	-15
	Agra (Kacchi Ghani Oil)	815	825	-10
Refined Cottonseed Oil	Rajkot	710	710	Unch
	Hyderabad	700	Closed	-
	Mumbai	735	740	-5
	New Delhi	700	705	-5
Coconut Oil	Kangayan (Crude)	Closed	Closed	-
	Cochin	1520	1520	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1550	1550	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	620	625	-5
Rice Bran Oil (4%)	Punjab	605	605	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	535	538	-3
	CNF India	575	580	-5

Indonesia CPO USD/MT	FOB	505	508	-3
	CNF India	565	570	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	530	530	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	540	545	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	870	880	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	395	395	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	850	-
Ukraine Origin CSFO USD/MT Kandla	CIF	700	693	7
Rapeseed Oil Rotterdam Euro/MT	FOB	732	723	9
Argentina FOB (\$/MT)		16-Jan-19	15-Jan-19	Change
Crude Soybean Oil Ship		634	631	3
Refined Soy Oil (Bulk) Ship		656	653	3
Sunflower Oil Ship		610	610	Unch
Cottonseed Oil Ship		614	611	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).

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> 2019 Indian Agribusiness Systems Ltd.