

Domestic Fundamentals:

- Edible oils featured mostly firm tone in various market centers on Tuesday.
- Domestic soy oil and palm oil prices futures rose on demand prospects and rise in international benchmarks. BMD CPO futures and CBOT soy oil rose on demand prospects. Crude oil prices were trading lower on Tuesday.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Jan 1-20 palm oil exports rose 9.4 percent to 962,507 tons compared to 879,491 tons in corresponding period last month. Top buyers were European Union 219,740 tons (137,294 tons), China at 194,072 tons (255,010 tons), India at 146,500 tons (175,910 tons), United States at 69,050 tons (64,405 tons) and Pakistan at 29,000 tons (38,500 tons). Values in brackets are figures of corresponding period last month.
- 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 slow rise in 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 are 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.
Rise in crude oil prices will support palm oil prices.
- Soy oil- Soy oil prices in India is supported by firm demand, high import and refining margins and low stocks of soy oil at India ports.
- 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 follow 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. This has led to rise in basis over CPOT leading to rise in FOB soy oil prices.
Rise in crude oil prices 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
Feb-19	-0.20	766.70	771.90	761.50	766.50	11,730	-12030	33560	-1730
Mar-19	0.55	758.45	759.90	753.80	759.00	3,250	-6150	28200	1240

Prices & Vol-OI are at 5:30 PM

Spread	Feb-18	Mar-18
Spot	13.50	21.00
Feb-19		-7.50
Mar-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-18	3.60	555.50	558.00	551.70	557.70	878	-101	2797	-465
Feb-19	3.00	565.00	568.20	563.60	567.60	688	38	5826	239

Spread	Jan-18	Feb-19
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Spot	-1.7	-11.6
Jan-19		9.9
Feb-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.13	29.19	29.23	29.09	29.14
15-May	0.12	29.46	29.5	29.37	29.41
15-Jul	0.12	29.77	29.79	29.66	29.71
15-Aug	0.14	29.9	29.9	29.81	29.87
15-Sep	0.11	29.98	29.98	29.96	29.97

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb-19	20	2156	2172	2156	2163
Mar-19	31	2208	2233	2208	2223
Apr-19	32	2259	2269	2244	2263
May-19	32	2270	2289	2267	2285

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
22/01/2019	6.81	14219	4.134	37.80	71.44	3.76	96.36	53.05

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		22-Jan-19	21-Jan-19	
Refined Soybean Oil	Indore	780	775	5
	Indore (Soy Solvent Crude)	745	740	5
	Mumbai	770	760	10
	Mumbai (Soy Degum)	735	725	10
	Kandla/Mundra	765	750	15
	Kandla/Mundra (Soy Degum)	737	727	10
	Kolkata	830	825	5
	Delhi	820	815	5
	Nagpur	778	778	Unch
	Rajkot	765	750	15
	Kota	775	775	Unch

	Hyderabad	760	760	Unch
	Akola	779	779	Unch
	Amrawati	778	778	Unch
	Bundi	788	788	Unch
	Jalna	779	779	Unch
	Solapur	765	765	Unch
	Dhule	779	779	Unch
Palm Oil*	Kandla (Crude Palm Oil)	586	581	5
	Kandla (RBD Palm oil)	620	614	5
	Kandla RBD Pamolein	656	658	-2
	Kakinada (Crude Palm Oil)	578	578	Unch
	Kakinada RBD Pamolein	664	658	5
	Haldia Pamolein	667	667	Unch
	Chennai RBD Pamolein	667	662	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	719	716	3
	KPT (krishna patnam) Pamolein	662	656	5
	Mumbai RBD Pamolein	667	667	Unch
	Mangalore RBD Pamolein	667	662	5
	Tuticorin (RBD Palmolein)	672	667	5
	Delhi	700	696	4
	Rajkot	656	656	Unch
	Hyderabad	651	646	5
	PFAD (Kandla)	336	336	Unch
	Refined Palm Stearin (Kandla)	578	578	Unch
	Superolien (Kandla)	688	688	Unch
	Superolien (Mumbai)	698	698	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	780	780	Unch
	Mumbai	810	810	Unch
	Mumbai(Expeller Oil)	720	720	Unch
	Kandla (Ref.)	780	775	5
	Hyderabad (Ref)	800	790	10
	Latur (Expeller Oil)	765	765	Unch
	Chellakere (Expeller Oil)	715	715	Unch
	Erode (Expeller Oil)	805	805	Unch
Groundnut Oil	Rajkot	970	960	10
	Chennai	980	980	Unch
	Delhi	950	950	Unch
	Hyderabad *	970	970	Unch
	Mumbai	980	980	Unch

	Gondal	960	960	Unch
	Jamnagar	960	960	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	805	795	10
	Jaipur (Kacchi Ghani Oil)	828	826	2
	Kota (Expeller Oil)	790	785	5
	Kota (Kacchi Ghani Oil)	810	795	15
	Neewai (Expeller Oil)	805	805	Unch
	Neewai (Kacchi Ghani Oil)	812	812	Unch
	Bharatpur (Kacchi Ghani Oil)	830	820	10
	Sri-Ganga Nagar(Exp Oil)	810	785	25
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	795	25
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	940	930	10
	New Delhi (Expeller Oil)	850	850	Unch
	Hapur (Expeller Oil)	885	880	5
	Hapur (Kacchi Ghani Oil)	925	920	5
	Agra (Kacchi Ghani Oil)	835	825	10
Refined Cottonseed Oil	Rajkot	735	730	5
	Hyderabad	735	725	10
	Mumbai	745	745	Unch
	New Delhi	718	718	Unch
Coconut Oil	Kangayan (Crude)	1770	1770	Unch
	Cochin	1520	1520	Unch
Sesame Oil	New Delhi	1550	1550	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	635	630	5
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	548	Closed	-
	CNF India	585	575	10
Indonesia CPO USD/MT	FOB	523	Closed	-
	CNF India	545	535	10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	543	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	548	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	895	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	403	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	830	-
Ukraine Origin CSFO USD/MT Kandla	CIF	725	710	15
Rapeseed Oil Rotterdam Euro/MT	FOB	735	745	-10
Argentina FOB (\$/MT)		21-Jan-19	19-Jan-19	Change
Crude Soybean Oil Ship		662	Closed	-
Refined Soy Oil (Bulk) Ship		685	Closed	-
Sunflower Oil Ship		615	Closed	-
Cottonseed Oil Ship		642	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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