

Domestic Fundamentals:

- Edible oils featured mixed tone in various market centers on Wednesday.
- Domestic soy oil and palm oil prices futures fell on weak demand prospects. BMD CPO futures and CBOT soy oil rose on demand prospects. Crude oil prices were trading higher on Friday.
- 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, weak ringgit 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 rise in international benchmarks, 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.
- 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.

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	-5.75	768.90	772.00	761.40	761.40	11,850	120	37720	4160
Mar-19	-6.60	759.60	760.70	753.05	753.05	3,710	460	29690	1490

Prices & Vol-OI are at 5:30 PM

Spread	Feb-18	Mar-18
Spot	18.60	26.95
Feb-19		-8.35
Mar-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-18	-3.80	556.50	558.50	553.30	553.50	489	-389	2587	-210
Feb-19	-4.20	566.60	567.50	562.00	562.50	585	-103	5813	-13

Spread	Jan-18	Feb-19
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Spot	4.5	-4.5
Jan-19		9
Feb-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.19	29.19	29.3	29.09	29.25
15-May	0.19	29.48	29.58	29.38	29.53
15-Jul	0.21	29.79	29.86	29.68	29.85
15-Aug	0.20	29.91	30	29.82	29.97
15-Sep	0.12	30.04	30.04	29.97	30.03

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb-19	28	2156	2194	2147	2163
Mar-19	28	2228	2255	2210	2223
Apr-19	18	2268	2288	2250	2263
May-19	14	2286	2306	2274	2285

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/01/2019	6.79	14180	4.136	37.51	71.44	3.81	96.31	53.44

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Jan-19	22-Jan-19	
Refined Soybean Oil	Indore	780	780	Unch
	Indore (Soy Solvent Crude)	745	745	Unch
	Mumbai	770	770	Unch
	Mumbai (Soy Degum)	735	735	Unch
	Kandla/Mundra	770	765	5
	Kandla/Mundra (Soy Degum)	738	737	1
	Kolkata	820	830	-10
	Delhi	820	820	Unch
	Nagpur	778	778	Unch
	Rajkot	763	765	-2
	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	586	Unch
	Kandla (RBD Palm oil)	620	620	Unch
	Kandla RBD Pamolein	672	656	16
	Kakinada (Crude Palm Oil)	580	578	2
	Kakinada RBD Pamolein	667	664	3
	Haldia Pamolein	667	667	Unch
	Chennai RBD Pamolein	672	667	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	725	719	5
	KPT (krishna patnam) Pamolein	664	662	2
	Mumbai RBD Pamolein	677	667	11
	Mangalore RBD Pamolein	672	667	5
	Tuticorin (RBD Palmolein)	677	672	5
	Delhi	700	700	Unch
	Rajkot	656	656	Unch
	Hyderabad	651	651	Unch
	PFAD (Kandla)	347	336	11
	Refined Palm Stearin (Kandla)	580	578	2
	Superolien (Kandla)	693	688	5
	Superolien (Mumbai)	704	698	5
* inclusive of GST				
Refined Sunflower Oil	Chennai	780	780	Unch
	Mumbai	815	810	5
	Mumbai(Expeller Oil)	720	720	Unch
	Kandla (Ref.)	790	780	10
	Hyderabad (Ref)	800	800	Unch
	Latur (Expeller Oil)	765	765	Unch
	Chellakere (Expeller Oil)	720	715	5
	Erode (Expeller Oil)	810	805	5
Groundnut Oil	Rajkot	965	970	-5
	Chennai	960	980	-20
	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)	810	805	5
	Jaipur (Kacchi Ghani Oil)	828	828	Unch
	Kota (Expeller Oil)	790	790	Unch
	Kota (Kacchi Ghani Oil)	810	810	Unch
	Neewai (Expeller Oil)	805	805	Unch
	Neewai (Kacchi Ghani Oil)	812	812	Unch
	Bharatpur (Kacchi Ghani Oil)	825	830	-5
	Sri-Ganga Nagar(Exp Oil)	810	810	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	820	Unch
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	940	940	Unch
	New Delhi (Expeller Oil)	850	850	Unch
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	925	925	Unch
	Agra (Kacchi Ghani Oil)	830	835	-5
Refined Cottonseed Oil	Rajkot	730	735	-5
	Hyderabad	735	735	Unch
	Mumbai	745	745	Unch
	New Delhi	720	718	2
Coconut Oil	Kangayan (Crude)	1770	1770	Unch
	Cochin	1520	1520	Unch
Sesame Oil	New Delhi	1560	1550	10
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	635	635	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	550	548	2
	CNF India	588	585	3
Indonesia CPO USD/MT	FOB	523	523	Unch
	CNF India	548	545	3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	545	543	2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	548	548	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	885	895	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	400	403	-3

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	830	-
Ukraine Origin CSFO USD/MT Kandla	CIF	725	725	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	739	735	4
Argentina FOB (\$/MT)		22-Jan-19	21-Jan-19	Change
Crude Soybean Oil Ship		659	662	-3
Refined Soy Oil (Bulk) Ship		682	685	-3
Sunflower Oil Ship		620	615	5
Cottonseed Oil Ship		639	642	-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).

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