

Domestic Fundamentals:

- Edible oils featured mostly sideways to weak tone in various market centers on Thursday.
- Domestic soy oil and palm oil prices futures fell on fall in international benchmarks. BMD CPO futures and CBOT soy oil rose on technical selling. Crude oil prices were trading higher on Wednesday.
- Trade talks between US and China is has started and details are still unknown on the developments on talks. This talks are happening amidst diplomatic spat between US and China on arrest of Huawei executive on relations with Iran. China has tried to reach out for intermediate level last week but was denied by US. US has kept up pressure on China and is not willing to bend on any thorny issues.
- Market participants are eagerly awaiting results of trade talks on soybean complex prices. US is sitting on record stocks of soybean after China put 25 percent import duty on imports of soybean from US which stopped imports of soybean from US. However, with US-China trade compromise for 3 months, China has purchased 5 MMT of soybean from US in December. However, there has not been any major soybean trade booking in Jan.
- With reduction of soybean crops of Brazil and Argentina due to adverse weather will benefit US exporters. Soybean yields in Parana and Mato Grosso have been adversely affected by dry weather. South Brazil states are facing water logging. Both the weather conditions have cut soybean crop of Brazil. Trade expectation is between 113-117 MMT crop and 70-72 MMT of exports.
In Argentina, soybean weather have been adverse due to heavy rains leady to flooding of fields. This has potential of cutting the crop of soybean to 50 MMT. This has led to rise in basis of soy oil leading to higher FOB prices. Cut in crops in soybean crop of both the countries will lead to lower exportable surplus in South America which will lead China to search supplies from other source amid expectation of cut in imports of soybean imports by China in 2019.
- Sunflower oil India CNF prices are expected to remain firm due to adverse weather and heavy snowfall in top exporter Ukraine which has led to stoppages at many crushers. This has led to surge in prices of sunflower oil in near term. However, prices support of sunflower oil will weaken as there are ample stocks of sunflower seed in Ukraine and projected good supply situation in lean season will pressurize prices after near term support. Soy oil CNF prices have also supported sunflower CNF prices.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Jan palm oil exports rose 14.7 percent to 1,466,932 tons compared to 1,278,661 tons last month. Top buyers were European Union 402,246 tons (226,482 tons), India & subcontinent 329,575 tons (322,010 tons) and China at 255,350 tons (300,810 tons). Values in brackets are figures of last month.
- USDA will release its next WASDE report on Feb 8 due to US government shutdown which closed US government working for more than a month. USDA has skipped Jan WASDE report. It will report on US production estimates, quarterly grain stocks and winter crop planting reports etc.
- US FED kept interest rates unchanged in its first meeting in 2019 and indicated that it will take cautious approach to future hike in interest rates.
- Annual Budget is being presented by Finance minister Piyush Goyal tomorrow which is expected to be touching various areas of farm policies and trade policies of various agricultural products including edible oils. This budget is expected to be regular budget and not vote on account

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 | 0.50 | 777.20 | 778.40 | 775.50 | 776.75 | 6,060 | -1650 | 34030 | -3190 |
| Mar-19 | -1.85 | 772.50 | 772.75 | 768.40 | 769.00 | 8,290 | 1320 | 52140 | 2570 |

Prices & Vol-OI are at 5:30 PM

| Spread | Feb-18 | Mar-18 |
|--------|--------|--------|
| Spot | 3.25 | 11.00 |
| Feb-19 | | -7.75 |
| Mar-19 | | |

MCX CPO Futures

| Contract | +/- | Open | High | Low | Close | Volume | Volume Change | OI | OI Change |
|----------|-------|--------|--------|--------|--------|--------|---------------|------|-----------|
| Feb-18 | -2.40 | 573.20 | 573.20 | 569.00 | 571.10 | 825 | 405 | 6064 | 253 |
| Mar-19 | -4.90 | 583.00 | 583.00 | 577.00 | 578.50 | 454 | 270 | 2106 | 72 |

| Spread | Feb-18 | Mar-19 |
|--------|--------|--------|
| Spot | -8.1 | -15.5 |
| Feb-19 | | 7.4 |
| Mar-19 | | |

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

| Contract | +/- | Open | High | Low | Close |
|----------|-------|-------|-------|-------|-------|
| 15-Mar | -0.11 | 30.41 | 30.41 | 30.29 | 30.31 |
| 15-May | -0.12 | 30.7 | 30.73 | 30.61 | 30.62 |
| 15-Jul | -0.12 | 30.96 | 31.03 | 30.92 | 30.93 |
| 15-Aug | -0.13 | 31.12 | 31.15 | 31.04 | 31.04 |
| 15-Sep | -0.12 | 31.23 | 31.25 | 31.17 | 31.17 |

BMD CPO Futures:

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| Feb-19 | -4 | 2199 | 2202 | 2187 | 2200 |
| Mar-19 | -7 | 2265 | 2272 | 2254 | 2268 |
| Apr-19 | -5 | 2295 | 2303 | 2286 | 2299 |
| May-19 | -2 | 2320 | 2325 | 2307 | 2321 |

Forex:

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|---------------------------|
| 31/01/2019 | 6.71 | 13967 | 4.096 | 37.49 | 71.09 | 3.68 | 95.35 | 54.16 |

Edible Oil Prices at Key Market:

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|---------------------|----------------------------|-------------------|-----------|--------|
| | | 31-Jan-19 | 30-Jan-19 | |
| Refined Soybean Oil | Indore | 780 | 780 | Unch |
| | Indore (Soy Solvent Crude) | 745 | 750 | -5 |
| | Mumbai | 780 | 780 | Unch |
| | Mumbai (Soy Degum) | 740 | 745 | -5 |
| | Kandla/Mundra | 775 | 775 | Unch |
| | Kandla/Mundra (Soy Degum) | 745 | 745 | Unch |
| | Kolkata | 815 | 820 | -5 |
| | Delhi | 822 | 820 | 2 |
| | Nagpur | 778 | 778 | Unch |
| | Rajkot | 765 | 765 | Unch |
| | Kota | 780 | 780 | Unch |

| | | | | |
|-----------------------|--|-----|-----|------|
| | Hyderabad | 760 | 760 | Unch |
| | Akola | 779 | 779 | Unch |
| | Amrawati | 779 | 779 | Unch |
| | Bundi | 793 | 793 | Unch |
| | Jalna | 781 | 781 | Unch |
| | Solapur | 770 | 770 | Unch |
| | Dhule | 779 | 779 | Unch |
| | | | | |
| Palm Oil* | Kandla (Crude Palm Oil) | 591 | 591 | Unch |
| | Kandla (RBD Palm oil) | 625 | 625 | Unch |
| | Kandla RBD Pamolein | 677 | 677 | Unch |
| | Kakinada (Crude Palm Oil) | 588 | 588 | Unch |
| | Kakinada RBD Pamolein | 677 | 677 | Unch |
| | Haldia Pamolein | 677 | 683 | -5 |
| | Chennai RBD Pamolein | 683 | 683 | Unch |
| | Chennai RBD Pamolein (Vitamin A&D Fortified) | 736 | 736 | Unch |
| | KPT (krishna patnam) Pamolein | 672 | 672 | Unch |
| | Mumbai RBD Pamolein | 683 | 683 | Unch |
| | Mangalore RBD Pamolein | 683 | 683 | Unch |
| | Tuticorin (RBD Palmolein) | 688 | 688 | Unch |
| | Delhi | 710 | 705 | 5 |
| | Rajkot | 667 | 667 | Unch |
| | Hyderabad | 660 | 660 | Unch |
| | PFAD (Kandla) | 362 | 362 | Unch |
| | Refined Palm Stearin (Kandla) | 588 | 588 | Unch |
| | Superolien (Kandla) | 704 | 704 | Unch |
| | Superolien (Mumbai) | 714 | 714 | Unch |
| | | | | |
| * inclusive of GST | | | | |
| Refined Sunflower Oil | Chennai | 800 | 800 | Unch |
| | Mumbai | 820 | 820 | Unch |
| | Mumbai(Expeller Oil) | 740 | 740 | Unch |
| | Kandla (Ref.) | 800 | 800 | Unch |
| | Hyderabad (Ref) | 810 | 810 | Unch |
| | Latur (Expeller Oil) | 770 | 770 | Unch |
| | Chellakere (Expeller Oil) | 735 | 730 | 5 |
| | Erode (Expeller Oil) | 835 | 835 | Unch |
| | | | | |
| Groundnut Oil | Rajkot | 930 | 930 | Unch |
| | Chennai | 960 | 960 | Unch |
| | Delhi | 950 | 950 | Unch |
| | Hyderabad * | 970 | 970 | Unch |
| | Mumbai | 970 | 970 | Unch |

| | | | | |
|---|------------------------------------|------|------|------|
| | Gondal | 940 | 950 | -10 |
| | Jamnagar | 940 | 960 | -20 |
| | | | | |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil) | 820 | 825 | -5 |
| | Jaipur (Kacchi Ghani Oil) | 835 | 831 | 4 |
| | Kota (Expeller Oil) | 800 | 800 | Unch |
| | Kota (Kacchi Ghani Oil) | 815 | 820 | -5 |
| | Neewai (Expeller Oil) | 808 | 805 | 3 |
| | Neewai (Kacchi Ghani Oil) | 818 | 817 | 1 |
| | Bharatpur (Kacchi Ghani Oil) | 820 | 820 | Unch |
| | Sri-Ganga Nagar(Exp Oil) | 805 | 810 | -5 |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 815 | 820 | -5 |
| | Mumbai (Expeller Oil) | 805 | 810 | -5 |
| | Kolkata(Expeller Oil) | 930 | 930 | Unch |
| | New Delhi (Expeller Oil) | 847 | 845 | 2 |
| | Hapur (Expeller Oil) | 885 | 875 | 10 |
| | Hapur (Kacchi Ghani Oil) | 925 | 915 | 10 |
| | Agra (Kacchi Ghani Oil) | 825 | 825 | Unch |
| | | | | |
| Refined Cottonseed Oil | Rajkot | 740 | 740 | Unch |
| | Hyderabad | 750 | 750 | Unch |
| | Mumbai | 760 | 760 | Unch |
| | New Delhi | 740 | 740 | Unch |
| | | | | |
| Coconut Oil | Kangayan (Crude) | 1680 | 1680 | Unch |
| | Cochin | 1530 | 1530 | Unch |
| | | | | |
| Sesame Oil | New Delhi | 1560 | 1560 | Unch |
| | Mumbai | Unq | Unq | - |
| Kardi | Mumbai | 880 | 880 | Unch |
| Rice Bran Oil (40%) | New Delhi | 630 | 630 | Unch |
| Rice Bran Oil (4%) | Punjab | 605 | 605 | Unch |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 568 | 563 | 5 |
| | CNF India | 600 | 598 | 2 |
| Indonesia CPO USD/MT | FOB | 530 | 525 | 5 |
| | CNF India | 558 | 558 | Unch |
| RBD Palm oil (Malaysia Origin USD/MT) | FOB | 563 | 558 | 5 |
| RBD Palm Stearin (Malaysia Origin USD/MT) | FOB | 558 | 558 | Unch |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB | 865 | 870 | -5 |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB | 433 | 423 | 10 |



| | | | | |
|--------------------------------------|-----------|-----------|-----------|--------|
| Crude palm Kernel Oil India (USD/MT) | CNF India | Unq | 810 | - |
| Ukraine Origin CSFO USD/MT Kandla | CIF | 750 | 745 | 5 |
| Rapeseed Oil Rotterdam Euro/MT | FOB | 735 | 775 | -40 |
| | | | | |
| Argentina FOB (\$/MT) | | 30-Jan-19 | 29-Jan-19 | Change |
| Crude Soybean Oil Ship | | 702 | 695 | 7 |
| Refined Soy Oil (Bulk) Ship | | 727 | 719 | 8 |
| Sunflower Oil Ship | | 640 | 640 | Unch |
| Cottonseed Oil Ship | | 682 | 675 | 7 |
| 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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