

Domestic Fundamentals:

- Edible oils featured mostly mixed tone in various market centers on Friday.
- 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 lower on Friday.
- 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.

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	-2.15	775.80	779.00	771.50	773.65	11,190	5130	31250	-2780
Mar-19	-1.65	770.05	772.90	765.40	768.40	9,810	1520	50930	-1210

Prices & Vol-OI are at 5:30 PM

Spread	Feb-18	Mar-18
Spot	6.35	11.60
Feb-19		-5.25
Mar-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Feb-18	-1.10	563.00	563.70	562.40	562.50	409	-416	1552	-4512
Mar-19	0.00	568.30	572.10	561.70	569.40	1351	897	5515	3409

Spread	Feb-18	Mar-19
Spot	2.5	-4.4
Feb-19		6.9
Mar-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	-0.08	30.39	30.62	30.01	30.09
15-May	-0.07	30.68	30.89	30.33	30.41
15-Jul	-0.04	31.02	31.13	30.63	30.75
15-Aug	-0.10	31.23	31.24	30.78	30.81
15-Sep	-0.11	31.15	31.15	30.9	30.93

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)
01/02/2019	6.74	13946	4.087	37.29	71.24	3.67	95.52	53.78

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		1-Feb-19	31-Jan-19	
Refined Soybean Oil	Indore	780	780	Unch
	Indore (Soy Solvent Crude)	745	745	Unch
	Mumbai	780	780	Unch
	Mumbai (Soy Degum)	752	740	12
	Kandla/Mundra	775	775	Unch
	Kandla/Mundra (Soy Degum)	755	745	10
	Kolkata	815	815	Unch
	Delhi	828	822	6
	Nagpur	778	778	Unch
	Rajkot	780	765	15
	Kota	780	780	Unch

	Hyderabad	760	760	Unch
	Akola	778	779	-1
	Amrawati	778	779	-1
	Bundi	793	793	Unch
	Jalna	781	781	Unch
	Solapur	770	770	Unch
	Dhule	780	779	1
Palm Oil*	Kandla (Crude Palm Oil)	595	591	4
	Kandla (RBD Palm oil)	625	625	Unch
	Kandla RBD Pamolein	683	677	5
	Kakinada (Crude Palm Oil)	590	588	2
	Kakinada RBD Pamolein	683	677	5
	Haldia Pamolein	683	677	5
	Chennai RBD Pamolein	688	683	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	740	736	4
	KPT (krishna patnam) Pamolein	677	672	5
	Mumbai RBD Pamolein	683	683	Unch
	Mangalore RBD Pamolein	688	683	5
	Tuticorin (RBD Palmolein)	686	688	-2
	Delhi	712	710	2
	Rajkot	672	667	5
	Hyderabad	655	660	-5
	PFAD (Kandla)	362	362	Unch
	Refined Palm Stearin (Kandla)	590	588	2
	Superolien (Kandla)	704	704	Unch
	Superolien (Mumbai)	714	714	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	800	800	Unch
	Mumbai	825	820	5
	Mumbai(Expeller Oil)	750	740	10
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	810	810	Unch
	Latur (Expeller Oil)	770	770	Unch
	Chellakere (Expeller Oil)	735	735	Unch
	Erode (Expeller Oil)	835	835	Unch
Groundnut Oil	Rajkot	940	930	10
	Chennai	960	960	Unch
	Delhi	950	950	Unch
	Hyderabad *	965	970	-5
	Mumbai	965	970	-5

	Gondal	930	940	-10
	Jamnagar	930	940	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	820	820	Unch
	Jaipur (Kacchi Ghani Oil)	833	835	-2
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	815	815	Unch
	Neewai (Expeller Oil)	808	808	Unch
	Neewai (Kacchi Ghani Oil)	818	818	Unch
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Sri-Ganga Nagar(Exp Oil)	805	805	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	815	815	Unch
	Mumbai (Expeller Oil)	805	805	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	848	847	1
	Hapur (Expeller Oil)	890	885	5
	Hapur (Kacchi Ghani Oil)	930	925	5
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	745	740	5
	Hyderabad	732	750	-18
	Mumbai	760	760	Unch
	New Delhi	745	740	5
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	635	630	5
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	568	568	Unch
	CNF India	605	600	5
Indonesia CPO USD/MT	FOB	530	530	Unch
	CNF India	560	558	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	563	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	558	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	865	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	433	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	800	-
Ukraine Origin CSFO USD/MT Kandla	CIF	745	750	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	770	735	35
Argentina FOB (\$/MT)		31-Jan-19	30-Jan-19	Change
Crude Soybean Oil Ship		698	702	-4
Refined Soy Oil (Bulk) Ship		722	727	-5
Sunflower Oil Ship		645	640	5
Cottonseed Oil Ship		678	682	-4
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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