

Domestic Fundamentals:

- Edible oils featured mostly sideways tone in various market centers on Monday.
- Domestic soy oil and palm oil prices futures rose on rise in international benchmarks. BMD CPO futures rose on demand prospects while CBOT soy oil fell on technical selling. Crude oil prices were trading lower on Friday.
- Palm oil prices are supported by expectation of fall in end stocks of palm oil in Malaysia in February on fall in production of palm oil, rise in exports of palm oil and rise in crude oil prices.
Palm oil production is expected to fall in Feb in Malaysia on seasonal downtrend of production.
Exports are expected to rise on higher demand from China and India. China will purchase more due to lower supply of soy oil due to lower imports of soybean and outbreak of swine flu in the country.
Crude oil prices are expected to rise on expected OPEC production cut will support palm oil prices.
- Trade talks between US and China are has started and details are still unknown on the developments on talks. These 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.

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	-0.60	772.20	774.50	769.10	771.30	8,950	-2240	30600	-650
Mar-19	0.20	766.05	769.70	764.00	767.50	6,710	-3100	49570	-1360

Prices & Vol-OI are at 5:30 PM

Spread	Feb-18	Mar-18
Spot	13.70	17.50
Feb-19		-3.80
Mar-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Feb-18	0.40	565.20	569.80	564.70	567.50	597	188	5467	3915
Mar-19	2.40	573.50	577.00	572.50	576.30	167	-1184	2248	-3267

Spread	Feb-18	Mar-19
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Spot	-0.5	-9.3
Feb-19		8.8
Mar-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	-0.02	29.91	29.91	29.83	29.87
15-May	UNCH	30.22	30.22	30.14	30.21
15-Jul	UNCH	30.51	30.51	30.45	30.51
15-Aug	-0.02	30.61	30.62	30.58	30.62
15-Sep	-	-	-	-	-

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb-19	6	2257	2279	2254	2275
Mar-19	7	2283	2313	2283	2306
Apr-19	7	2309	2334	2308	2328
May-19	7	2310	2335	2310	2333

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/02/2019	6.75	13959	4.092	37.16	71.81	3.68	95.70	55.12

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Feb-19	2-Feb-19	
Refined Soybean Oil	Indore	785	785	Unch
	Indore (Soy Solvent Crude)	755	755	Unch
	Mumbai	780	780	Unch
	Mumbai (Soy Degum)	750	748	2
	Kandla/Mundra	785	785	Unch
	Kandla/Mundra (Soy Degum)	755	750	5
	Kolkata	815	815	Unch
	Delhi	825	825	Unch
	Nagpur	776	776	Unch
	Rajkot	780	780	Unch

	Kota	780	780	Unch
	Hyderabad	760	760	Unch
	Akola	776	776	Unch
	Amrawati	776	776	Unch
	Bundi	793	793	Unch
	Jalna	781	781	Unch
	Solapur	770	770	Unch
	Dhule	780	780	Unch
Palm Oil*	Kandla (Crude Palm Oil)	595	595	Unch
	Kandla (RBD Palm oil)	630	630	Unch
	Kandla RBD Pamolein	672	677	-5
	Kakinada (Crude Palm Oil)	588	588	Unch
	Kakinada RBD Pamolein	683	683	Unch
	Haldia Pamolein	683	683	Unch
	Chennai RBD Pamolein	688	688	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	742	742	Unch
	KPT (krishna patnam) Pamolein	677	677	Unch
	Mumbai RBD Pamolein	683	683	Unch
	Mangalore RBD Pamolein	688	688	Unch
	Tuticorin (RBD Palmolein)	686	686	Unch
	Delhi	715	715	Unch
	Rajkot	672	672	Unch
	Hyderabad	660	660	Unch
	PFAD (Kandla)	362	362	Unch
	Refined Palm Stearin (Kandla)	588	588	Unch
	Superolien (Kandla)	709	709	Unch
	Superolien (Mumbai)	719	719	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	795	795	Unch
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	745	745	Unch
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	810	810	Unch
	Latur (Expeller Oil)	775	775	Unch
	Chellakere (Expeller Oil)	735	735	Unch
	Erode (Expeller Oil)	835	835	Unch
Groundnut Oil	Rajkot	935	935	Unch
	Chennai	950	950	Unch
	Delhi	950	950	Unch
	Hyderabad *	965	965	Unch



	Mumbai	965	965	Unch
	Gondal	935	930	5
	Jamnagar	935	930	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	820	820	Unch
	Jaipur (Kacchi Ghani Oil)	829	831	-2
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	812	812	Unch
	Neewai (Expeller Oil)	804	806	-2
	Neewai (Kacchi Ghani Oil)	814	816	-2
	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)	845	845	Unch
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	925	925	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	745	745	Unch
	Hyderabad	735	735	Unch
	Mumbai	765	765	Unch
	New Delhi	745	745	Unch
Coconut Oil	Kangayan (Crude)	1670	1670	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	635	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	570	568	2
	CNF India	598	598	Unch
Indonesia CPO USD/MT	FOB	533	530	3
	CNF India	553	553	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	565	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	555	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	860	Closed	-

Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	435	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	745	745	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	719	Closed	-
Argentina FOB (\$/MT)		1-Feb-19	31-Jan-19	Change
Crude Soybean Oil Ship		692	698	-6
Refined Soy Oil (Bulk) Ship		716	722	-6
Sunflower Oil Ship		650	645	5
Cottonseed Oil Ship		672	678	-6
Refined Linseed Oil (Bulk) Ship		Unq	0	-
<i>* indicates including GST</i>				

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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