

**Domestic Fundamentals:**

- Edible oils featured mixed tone in various market centers on Wednesday.
- Domestic soy oil prices fell on technical selling while palm oil prices futures rose on demand prospectes. BMD CPO futures were closed on Chinese New Year while CBOT soy oil fell on technical selling. Crude oil prices were trading lower on Wednesday.
- 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. However, USDA has reported major China buying in January. These talks are happening amidst diplomatic spat between US and China on arrest of Huawei executive on relations with Iran. 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	-1.85	771.15	775.40	769.10	769.30	7,900	3170	26790	-2830
Mar-19	-3.55	764.95	770.00	761.40	761.40	9,540	2780	47140	-2640

Prices & Vol-OI are at 5:30 PM

Spread	Feb-18	Mar-18
Spot	12.70	20.60
Feb-19		-7.90
Mar-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Feb-18	2.50	568.10	571.60	568.10	569.20	379	-218	5379	-88
Mar-19	2.90	578.50	579.70	577.20	578.00	62	-105	2251	3

Spread	Feb-18	Mar-19
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Spot	-2.2	-11
Feb-19		8.8
Mar-19		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	-0.04	30.37	30.4	30.28	30.34
15-May	-0.04	30.69	30.71	30.58	30.64
15-Jul	-0.03	30.94	31	30.88	30.95
15-Aug	-0.04	31.06	31.1	31	31.07
15-Sep	-0.04	31.16	31.22	31.16	31.18

**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)
06/02/2019	6.75	13930	4.085	37.20	71.55	3.70	96.22	53.32

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		6-Feb-19	5-Feb-19	
Refined Soybean Oil	Indore	782	785	-3
	Indore (Soy Solvent Crude)	752	755	-3
	Mumbai	780	780	Unch
	Mumbai (Soy Degum)	747	747	Unch
	Kandla/Mundra	780	785	-5
	Kandla/Mundra (Soy Degum)	750	750	Unch
	Kolkata	815	815	Unch
	Delhi	820	825	-5
	Nagpur	777	774	3
	Rajkot	780	780	Unch

	Kota	780	780	Unch
	Hyderabad	760	760	Unch
	Akola	777	774	3
	Amrawati	777	774	3
	Bundi	793	793	Unch
	Jalna	780	777	3
	Solapur	769	766	3
	Dhule	778	776	2
Palm Oil*	Kandla (Crude Palm Oil)	595	595	Unch
	Kandla (RBD Palm oil)	630	630	Unch
	Kandla RBD Pamolein	672	672	Unch
	Kakinada (Crude Palm Oil)	588	588	Unch
	Kakinada RBD Pamolein	683	683	Unch
	Haldia Pamolein	683	683	Unch
	Chennai RBD Pamolein	685	688	-3
	Chennai RBD Pamolein (Vitamin A&D Fortified)	732	734	-2
	KPT (krishna patnam) Pamolein	677	677	Unch
	Mumbai RBD Pamolein	683	683	Unch
	Mangalore RBD Pamolein	685	688	-3
	Tuticorin (RBD Palmolein)	686	686	Unch
	Delhi	705	715	-10
	Rajkot	672	672	Unch
	Hyderabad	653	653	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)	743	743	Unch
	Erode (Expeller Oil)	840	840	Unch
Groundnut Oil	Rajkot	920	920	Unch
	Chennai	940	940	Unch
	Delhi	940	950	-10
	Hyderabad *	965	965	Unch

	Mumbai	965	965	Unch
	Gondal	930	930	Unch
	Jamnagar	930	930	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	820	820	Unch
	Jaipur (Kacchi Ghani Oil)	829	829	Unch
	Kota (Expeller Oil)	800	800	Unch
	Kota (Kacchi Ghani Oil)	812	812	Unch
	Neewai (Expeller Oil)	804	804	Unch
	Neewai (Kacchi Ghani Oil)	814	814	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)	800	800	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	840	845	-5
	Hapur (Expeller Oil)	885	880	5
	Hapur (Kacchi Ghani Oil)	925	920	5
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	745	745	Unch
	Hyderabad	735	735	Unch
	Mumbai	760	765	-5
	New Delhi	748	745	3
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	632	635	-3
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	Closed	Closed	-
	CNF India	Closed	Closed	-
Indonesia CPO USD/MT	FOB	Closed	Closed	-
	CNF India	Closed	Closed	-
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-

<b>Palm Fatty Acid Distillate (Malaysia Origin USD/MT)</b>	FOB	Closed	Closed	-
<b>Crude palm Kernel Oil India (USD/MT)</b>	CNF India	Unq	740	-
<b>Ukraine Origin CSFO USD/MT Kandla</b>	CIF	740	740	Unch
<b>Rapeseed Oil Rotterdam Euro/MT</b>	FOB	731	765	-34
<b>Argentina FOB (\$/MT)</b>		<b>5-Feb-19</b>	<b>4-Feb-19</b>	<b>Change</b>
<b>Crude Soybean Oil Ship</b>		704	697	7
<b>Refined Soy Oil (Bulk) Ship</b>		729	721	8
<b>Sunflower Oil Ship</b>		655	655	Unch
<b>Cottonseed Oil Ship</b>		684	677	7
<b>Refined Linseed Oil (Bulk) Ship</b>		Unq	Unq	-
<b>* indicates including GST</b>				

**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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