

**Domestic Fundamentals:**

- Edible oils featured mostly sideways to firm tone in various market centers on Thursday.
- Domestic soy oil prices and palm oil prices futures rose on demand prospects. BMD CPO futures and CBOT soy oil rose on demand prospects. Crude oil prices were trading lower on Thursday.
- Soy oil international prices are supported by expectation of trade settlement between US and China, weak soybean crop condition in Argentina, worsening soybean crop condition in Brazil and rise in crude oil prices.  
US and China had trade talks between Jan 30-Feb 2, where they discussed range of trade issues including soybean exports from US. China had agreed to purchase 5 MMT of soybean. USDA confirmed 2.6 MMT of soybean imports by China. US trade representative is expected to visit China to take the talks forward.  
Soybean crop condition in Brazil has worsened due to dry condition in center and west Brazil.  
Soybean yields in Parana and Mato Grosso have been adversely affected by dry weather.  
Rains are forecasted in soybean belts in Brazil which will slow harvesting which has reached 19 percent last week.  
Adverse weather conditions have cut soybean crop of Brazil. Trade expectation is between 110-115 MMT crop and 68-72 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.  
Crude oil prices are expected to rise on expected OEC production cuts will support soy oil prices.  
Soy oil prices in India are supported by firm demand due to positive import and refining margins and low stocks at ports along with low imports in last couple of months.
- 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 end stocks are expected to fall in Feb but will stay above 3 MMT after reaching record in Dec.  
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.  
India will buy more RBD palmolein from Malaysia as it is priced lower in India due to lower import duty, higher import and refining margins of imported RBD palmolein compared to domestic refined palolein and lower palmolein stocks at ports along with firm demand of palm oil.  
Crude oil prices are expected to rise on expected OPEC production cut will support palm oil 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	6.15	766.85	773.50	768.40	773.00	7,670	-230	23810	-2980
Mar-19	8.10	759.20	767.50	756.20	767.30	12,660	3120	48600	1460

Prices & Vol-OI are at 5:30 PM

Spread	Feb-18	Mar-18
Spot	9.00	14.70
Feb-19		-5.70
Mar-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Feb-18	5.10	569.10	571.90	569.00	571.20	782	403	5035	-344
Mar-19	4.90	578.00	579.90	577.00	579.40	214	152	2223	-28

Spread	Feb-18	Mar-19
--------	--------	--------

Spot	-1.2	-9.4
Feb-19		8.2
Mar-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.02	30.78	30.94	30.76	30.92
15-May	0.03	31.11	31.24	31.06	31.23
15-Jul	0.02	31.39	31.52	31.35	31.51
15-Aug	UNCH	31.49	31.62	31.49	31.61
15-Sep	-0.09	31.61	31.61	31.59	31.61

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb-19	10	2227	2238	2217	2216
Mar-19	7	2304	2309	2282	2284
Apr-19	12	2337	2344	2317	2318
May-19	8	2345	2366	2334	2337

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
07/02/2019	6.75	13977	4.074	37.52	71.55	3.71	96.22	53.62

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		7-Feb-19	6-Feb-19	
Refined Soybean Oil	Indore	782	782	Unch
	Indore (Soy Solvent Crude)	752	752	Unch
	Mumbai	785	780	5
	Mumbai (Soy Degum)	752	747	5
	Kandla/Mundra	785	780	5
	Kandla/Mundra (Soy Degum)	755	750	5
	Kolkata	810	815	-5
	Delhi	820	820	Unch
	Nagpur	779	777	2
	Rajkot	780	780	Unch

	Kota	780	780	Unch
	Hyderabad	760	760	Unch
	Akola	781	777	4
	Amrawati	781	777	4
	Bundi	793	793	Unch
	Jalna	783	780	3
	Solapur	773	769	4
	Dhule	778	778	Unch
Palm Oil*	Kandla (Crude Palm Oil)	599	595	3
	Kandla (RBD Palm oil)	635	630	5
	Kandla RBD Pamolein	677	672	5
	Kakinada (Crude Palm Oil)	593	588	5
	Kakinada RBD Pamolein	683	683	Unch
	Haldia Pamolein	688	683	5
	Chennai RBD Pamolein	685	685	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	734	732	2
	KPT (krishna patnam) Pamolein	677	677	Unch
	Mumbai RBD Pamolein	683	683	Unch
	Mangalore RBD Pamolein	685	685	Unch
	Tuticorin (RBD Palmolein)	686	686	Unch
	Delhi	705	705	Unch
	Rajkot	672	672	Unch
	Hyderabad	653	653	Unch
	PFAD (Kandla)	362	362	Unch
	Refined Palm Stearin (Kandla)	593	588	5
	Superolien (Kandla)	714	709	5
	Superolien (Mumbai)	725	719	5
* inclusive of GST				
Refined Sunflower Oil	Chennai	805	795	10
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	745	745	Unch
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	815	810	5
	Latur (Expeller Oil)	775	775	Unch
	Chellakere (Expeller Oil)	745	743	2
	Erode (Expeller Oil)	835	840	-5
Groundnut Oil	Rajkot	925	920	5
	Chennai	940	940	Unch
	Delhi	940	940	Unch
	Hyderabad *	965	965	Unch

	Mumbai	965	965	Unch
	Gondal	930	930	Unch
	Jamnagar	925	930	-5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	820	820	Unch
	Jaipur (Kacchi Ghani Oil)	825	829	-4
	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)	835	840	-5
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	925	925	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	740	745	-5
	Hyderabad	745	735	10
	Mumbai	765	760	5
	New Delhi	738	748	-10
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	632	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	580	Closed	-
	CNF India	610	Closed	-
Indonesia CPO USD/MT	FOB	543	Closed	-
	CNF India	565	Closed	-
RBD Palm oil (Malaysia Origin USD/MT)	FOB	575	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	560	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	865	Closed	-



Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	445	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	740	-
Ukraine Origin CSFO USD/MT Kandla	CIF	738	740	-2
Rapeseed Oil Rotterdam Euro/MT	FOB	735	731	4
Argentina FOB (\$/MT)		6-Feb-19	5-Feb-19	Change
Crude Soybean Oil Ship		712	704	8
Refined Soy Oil (Bulk) Ship		737	729	8
Sunflower Oil Ship		655	655	Unch
Cottonseed Oil Ship		692	684	8
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).

### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2019 Indian Agribusiness Systems Ltd.