

Domestic Fundamentals:

- Steady to mixed trend are seen in Edible oils baskets on Saturday as dull trading activities. Palm oil prices declined after less local demand today. Cotton oil gained on lower supplies.
- Domestic soy oil prices and palm oil prices futures fell on fall in international benchmarks. BMD CPO futures and CBOT soy oil fell on technical selling. Crude oil prices were trading higher 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 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 palmolein 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.
- 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.
- 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	-1.00	776.10	777.00	773.35	775.10	6,860	-810	20360	-3450
Mar-19	-2.05	768.25	769.50	765.00	766.20	10,230	-2430	46170	-2430

Prices & Vol-OI are at 5:30 PM

Spread	Feb-18	Mar-18
Spot	6.90	15.80
Feb-19		-8.90
Mar-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Feb-18	-3.70	572.00	575.00	568.10	569.00	730	-52	4694	-341
Mar-19	-3.30	578.20	582.70	576.60	577.60	331	117	2425	202

Spread	Feb-18	Mar-19
Spot	-1.0	-9.6
Feb-19		8.6
Mar-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	-0.18	30.84	30.84	30.58	30.63
15-May	-0.17	31.16	31.16	30.9	30.95
15-Jul	-0.18	31.44	31.44	31.2	31.25
15-Aug	-0.17	31.59	31.59	31.33	31.37
15-Sep	-0.19	31.7	31.7	31.47	31.47

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Mar-19	-26	2272	2279	2254	2255
Apr-19	-30	2308	2312	2289	2290
May-19	-29	2325	2331	2306	2308
June-19	-30	2324	2332	2307	2309

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
08/02/2019	6.74	13976	4.068	37.81	71.18	3.72	96.57	52.56

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		9-Feb-19	8-Feb-19	
Refined Soybean Oil	Indore	785	782	3
	Indore (Soy Solvent Crude)	745	752	-7
	Mumbai	770	785	-15
	Mumbai (Soy Degum)	750	750	Unch
	Kandla/Mundra	770	780	-10
	Kandla/Mundra (Soy Degum)	752	752	Unch
	Kolkata	810	805	5
	Delhi	825	825	Unch
	Nagpur	781	781	Unch
	Rajkot	775	775	Unch
	Kota	785	780	5

	Hyderabad	765	760	5
	Akola	781	781	Unch
	Amrawati	780	780	Unch
	Bundi	798	793	Unch
	Jalna	785	785	5
	Solapur	770	770	Unch
	Dhule	780	780	Unch
Palm Oil*	Kandla (Crude Palm Oil)	565	568	-3
	Kandla (RBD Palm oil)	600	605	-5
	Kandla RBD Pamolein	635	650	-15
	Kakinada (Crude Palm Oil)	560	565	-5
	Kakinada RBD Pamolein	645	650	-5
	Haldia Pamolein	650	650	Unch
	Chennai RBD Pamolein	652	652	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	694	699	-5
	KPT (krishna patnam) Pamolein	635	645	-10
	Mumbai RBD Pamolein	655	660	-5
	Mangalore RBD Pamolein	650	652	-2
	Tuticorin (RBD Palmolein)	650	652	-2
	Delhi	710	710	Unch
	Rajkot	638	635	3
	Hyderabad	650	650	0
	PFAD (Kandla)	345	345	0
	Refined Palm Stearin (Kandla)	NA	555	NA
	Superolien (Kandla)	675	680	-5
	Superolien (Mumbai)	680	690	-10
* inclusive of GST				
Refined Sunflower Oil	Chennai	805	805	Unch
	Mumbai	825	825	Unch
	Mumbai(Expeller Oil)	750	750	Unch
	Kandla (Ref.)	815	800	15
	Hyderabad (Ref)	815	815	Unch
	Latur (Expeller Oil)	775	775	Unch
	Chellakere (Expeller Oil)	760	745	15
	Erode (Expeller Oil)	835	835	Unch
Groundnut Oil	Rajkot	930	950	-20
	Chennai	950	950	Unch
	Delhi	940	940	Unch
	Hyderabad *	965	960	5
	Mumbai	965	965	Unch

	Gondal	925	930	-5
	Jamnagar	930	925	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	810	-10
	Jaipur (Kacchi Ghani Oil)	822	822	Unch
	Kota (Expeller Oil)	785	800	-15
	Kota (Kacchi Ghani Oil)	800	810	-10
	Neewai (Expeller Oil)	810	804	6
	Neewai (Kacchi Ghani Oil)	820	814	6
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Sri-Ganga Nagar(Exp Oil)	800	800	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	810	810	Unch
	Mumbai (Expeller Oil)	805	800	5
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	832	830	2
	Hapur (Expeller Oil)	885	885	Unch
	Hapur (Kacchi Ghani Oil)	925	925	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	748	745	3
	Hyderabad	730	725	5
	Mumbai	765	760	5
	New Delhi	740	738	2
Coconut Oil	Kangayan (Crude)	1680	1670	10
	Cochin	1560	1530	30
Sesame Oil	New Delhi	1550	1560	-10
	Mumbai	Unq	Unq	Unq
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	605	632	-27
Rice Bran Oil (4%)	Punjab	610	605	5
Malaysia Palmolein USD/MT	FOB	600	585	15
	CNF India	573	605	-32
Indonesia CPO USD/MT	FOB	555	550	5
	CNF India	545	560	-15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	600	568	32
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	555	Closed
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	855	Closed

Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	440	Close d
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	Unq	Close d
Ukraine Origin CSFO USD/MT Kandla	CIF	Closed	738	Close d
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	735	Close d
Argentina FOB (\$/MT)		8-Feb-19	7-Feb-19	
Crude Soybean Oil Ship		710	710	Unch
Refined Soy Oil (Bulk) Ship		735	735	Unch
Sunflower Oil Ship		655	655	Unch
Cottonseed Oil Ship		690	690	Unch
Refined Linseed Oil (Bulk) Ship		Unq	Unq	Unch
* 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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