

**Domestic Fundamentals:**

- Mostly sideways to firm trend are seen in edible oils baskets in various market centers on Monday.
- Domestic soy oil prices and palm oil prices futures rose on rise in international benchmarks and expectation of firm demand. BMD CPO futures rose on demand prospects while CBOT soy oil is closed on US holiday. Crude oil prices were trading higher on Monday.
- Palm oil prices are supported by expectation of fall in end stocks of palm oil in Malaysia, expectation of rise in exports of palm oil, expectation of fall in production of palm oil and rise in crude oil prices.  
Palm oil end stocks are expected to fall in Malaysia below 3 MMT in Feb and below 3 MMT in Indonesia by April.  
Production of palm oil will fall in Feb in Malaysia on seasonal downtrend of production and will last until summer when seasonal downtrend of production ends  
Exports of palm oil is expected to remain firm on firm demand from India.  
India is buying RBD palmolein from Malaysia in Feb in higher quantities due to lower import duty offered to Malaysia by India. Further, low port stocks of RBD palmolein and improvement in import parity will lead to higher imports in coming months.  
China is expected to purchase in lower quantities from Malaysia after Chinese New Year.  
Crude oil prices are expected to rise on cut in production by OPEC countries.
- According to Malaysia Palm Oil Board (MPOB), Malaysia kept March crude palm oil export duty unchanged at 0.0 percent. Export duty of palm oil is calculated at reference price of 2084.37 ringgit (\$511.88) per ton. Tax is calculated above 2,250 ringgit starting from 4.5 percent to a maximum of 8.5 percent.
- According to National Oilseed Processors Association (NOPA), U.S. January soybean crush fell marginally 171.630 million bushels from 171.759 million bushels in December 2018. Crush of soybean in January was higher by 5.22 percent compared to January 2018 figure of 163.111 million bushels. Soy oil stocks in U.S. at the end of January rose 3.41 percent to 1.594 billion lbs compared to 1.498 billion lbs in end December 2018. Stocks of soy oil in end January was lower by 10.36 percent compared to end January 2018, which was reported at 1.728 million lbs.
- Soy oil prices are supported by US-China trade settlement and low production of soybean in Brazil.  
Trade talks are being held between US and China with both sides expressing satisfaction. Fresh round of talks are expected in US next week before March 1 deadline in duties.
- Imports of edible oil by India fell in January on fall in imports of palm oil and soy oil. CPO imports fell on higher base while RBD palmolein imports rose on reduction of RBD palmolein import duty with preferential treatment given to Malaysia. Imports of RBD palmolein is firm in Feb from Malaysia, according to cargo surveyor SGS, indicating that reduction of import duty by India on RBD palmolein is having its effect. Sunflower oil imports surged in Jan on low premium of sunflower oil over soy oil at CNF India. More rise in imports of sunflower oil is expected in coming months as premium of sunflower oil over soy oil has decreased. Soy oil imports are expected to remain weak in coming months as it is trading at premium over sun oil.
- Port stocks of CPO has surged in recent months due to higher imports of CPO while RBD palmolein ports stocks have been slowly rising. Port stocks of soy oil has tanked on lower imports and firm demand at high seas. Sunflower oil port stocks are surging on higher imports. Port and pipelines stocks rose in Jan despite fall in imports of edible oils.

**Outlook:** Edible oil basket is expected to feature range –bound to weak sentiment in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-19	5.90	764.50	769.70	764.50	769.30	11,490	6130	50760	4850
Apr-19	5.30	755.20	759.05	755.20	759.05	2,640	1690	20130	4120

Prices & Vol-OI are at 5:30 PM

Spread	Mar-18	Apr-18
Spot	12.70	22.95
Mar-19		-10.25
Apr-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Feb-18	7.10	562.10	566.90	561.50	566.80	809	480	2951	-665
Mar-19	5.80	571.30	574.00	570.10	574.00	678	445	3685	347

Spread	Feb-18	Mar-19
Spot	1.2	-6
Feb-19		7.2
Mar-19		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	-0.05	29.87	29.95	29.8	29.84
15-May	-0.06	30.18	30.29	30.13	30.17
15-Jul	-0.06	30.54	30.62	30.47	30.51
15-Aug	-0.05	30.71	30.76	30.64	30.68
15-Sep	-0.03	30.84	30.87	30.8	30.84

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Mar-19	4	2212	2212	2199	2202
Apr-19	10	2261	2272	2255	2254
May-19	12	2281	2294	2274	2273
June-19	11	2288	2299	2279	2279

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/02/2019	6.77	14109	4.079	38.61	71.22	3.70	96.70	56.34

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Feb-19	16-Feb-19	
Refined Soybean Oil	Indore	782	780	2
	Indore (Soy Solvent Crude)	747	750	-3
	Mumbai	775	775	Unch
	Mumbai (Soy Degum)	748	745	3
	Kandla/Mundra	780	775	5
	Kandla/Mundra (Soy Degum)	750	747	3
	Kolkata	792	795	-3
	Delhi	825	825	Unch
	Nagpur	780	777	3
	Rajkot	780	775	5
	Kota	785	780	5

	Hyderabad	760	760	Unch
	Akola	783	781	2
	Amrawati	782	778	4
	Bundi	800	795	5
	Jalna	785	783	2
	Solapur	773	770	3
	Dhule	778	775	3
Palm Oil*	Kandla (Crude Palm Oil)	597	597	Unch
	Kandla (RBD Palm oil)	625	625	Unch
	Kandla RBD Pamolein	672	672	Unch
	Kakinada (Crude Palm Oil)	588	578	11
	Kakinada RBD Pamolein	665	662	3
	Haldia Pamolein	670	667	3
	Chennai RBD Pamolein	677	672	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	730	727	3
	KPT (krishna patnam) Pamolein	665	656	8
	Mumbai RBD Pamolein	693	693	Unch
	Mangalore RBD Pamolein	672	672	Unch
	Tuticorin (RBD Palmolein)	677	677	Unch
	Delhi	705	700	5
	Rajkot	672	667	5
	Hyderabad	651	644	7
	PFAD (Kandla)	362	362	Unch
	Refined Palm Stearin (Kandla)	588	578	11
	Superolien (Kandla)	714	714	Unch
	Superolien (Mumbai)	725	725	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	805	805	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	745	740	5
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	810	815	-5
	Latur (Expeller Oil)	775	775	Unch
	Chellakere (Expeller Oil)	765	765	Unch
	Erode (Expeller Oil)	840	840	Unch
Groundnut Oil	Rajkot	930	930	Unch
	Chennai	930	930	Unch
	Delhi	950	950	Unch
	Hyderabad *	960	965	-5
	Mumbai	960	960	Unch

	Gondal	910	910	Unch
	Jamnagar	910	925	-15
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	800	Unch
	Jaipur (Kacchi Ghani Oil)	823	823	Unch
	Kota (Expeller Oil)	780	780	Unch
	Kota (Kacchi Ghani Oil)	797	797	Unch
	Neewai (Expeller Oil)	795	795	Unch
	Neewai (Kacchi Ghani Oil)	808	808	Unch
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Sri-Ganga Nagar(Exp Oil)	800	800	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	805	805	Unch
	Mumbai (Expeller Oil)	800	800	Unch
	Kolkata(Expeller Oil)	930	950	-20
	New Delhi (Expeller Oil)	838	837	1
	Hapur (Expeller Oil)	895	895	Unch
	Hapur (Kacchi Ghani Oil)	935	935	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	740	740	Unch
	Hyderabad	715	715	Unch
	Mumbai	755	752	3
	New Delhi	740	740	Unch
Coconut Oil	Kangayan (Crude)	1520	1540	-20
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1650	1650	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	630	630	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	568	563	5
	CNF India	595	590	5
Indonesia CPO USD/MT	FOB	535	525	10
	CNF India	545	545	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	563	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	555	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	800	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	455	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	730	730	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	725	Closed	-
Argentina FOB (\$/MT)		16-Feb-19	15-Feb-19	Change
Crude Soybean Oil Ship		Closed	690	-
Refined Soy Oil (Bulk) Ship		Closed	714	-
Sunflower Oil Ship		Closed	655	-
Cottonseed Oil Ship		Closed	670	-
Refined Linseed Oil (Bulk) Ship		Closed	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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