

Domestic Fundamentals:

- Mostly weak tone was featured in various edible oils in key markets in trading activities on Thursday.
- Domestic soy oil prices and palm oil prices futures fell on demand concerns. BMD CPO was trading lower on demand concerns and CBOT soy oil fell on speedy harvest of soybean in Brazil. Crude oil prices were trading higher on Thursday.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Feb palm oil exports fell 15.3 percent to 1,231,858 tons compared to 1,453,589 tons last month. Top buyers were India at 377,031 tons (253,450 tons), European Union 264,005 tons (405,867 tons), China at 98,635 tons (264,722 tons), United States at 62,335 tons (83,100 tons) and Pakistan at 48,250 tons (29,000 tons). Values in brackets are figures of corresponding period last month.
- Palm oil prices are underpinned by expectation of slow fall in end stocks of palm oil, weak demand of palm oil from Malaysia and slow fall in production of palm oil in Malaysia.
Palm oil exports from Malaysia faltered in Feb due to weak demand from EU and China. Exports of palm oil fell 5.5 percent in first 25 days of Feb.
Demand of palm oil faltered from China as demand of palm oil generally weakens from the country after Chinese New year and US-China trade optimism which indicates that China will buy major amounts of soybean to replace palm oil by soy oil.
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.
Production of palm oil is expected to fall in Feb in Malaysia due to seasonal downtrend of production, but a lower rate. Also, production in Jan was already at historically elevated levels.
Both exports and production of palm oil in Malaysia cut limited palm oil stocks in Malaysia.
However, palm oil end stocks are expected to fall in Malaysia below 3 MMT in Feb and below 3 MMT in Indonesia by April.
- Soy oil prices are underpinned by faster rate of harvest of soybean in Brazil, improving condition of soybean in Argentina and rising stocks of soy oil in US amid US-China trade settlement optimism
Soybean harvest in Brazil is progressing at a rapid pace. Soybean harvest has reached 45 percent area which is above 25 percent in corresponding period last year and 27 percent 5-year average. Faster than expected rate of soybean harvest will lead to surge in global soybean supplies, thereby reducing global supply shortage of soybean excluding US. This will help top importer China to purchase more from the country and lead to China's upper hand in trade negotiations related to soybean imports from US.
Soy oil end stocks in US rose in January for the second month as reported by NOPA. Stocks of soy oil rose despite fall in crush of soybean.
Soybean crop condition in Argentina has improved and favorable crop condition is expected to improve yields and increase total crop of the country after drought last year. This has led to fall in basis over CBOT and led to lower soy oil FOB prices.
Crude oil prices have strengthened on back of OPEC production cut will support soy oil prices.

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	-1.55	758.50	758.90	751.20	753.50	12,980	6490	44340	-5830
Apr-19	-2.30	746.70	747.75	739.50	742.30	5,670	1590	34300	5860

Prices & Vol-OI are at 5:30 PM

Spread	Mar-18	Apr-18
Spot	21.50	32.70
Mar-19		-11.20
Apr-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Feb-18	-3.80	552.00	552.80	547.20	547.50	1148	254	5170	58
Mar-19	-4.20	558.00	558.00	553.00	553.10	102	-365	1987	143

Spread	Feb-18	Mar-19
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Spot	-0.5	-6.1
Feb-19		5.6
Mar-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.09	29.86	29.93	29.86	29.89
15-May	0.02	30.09	30.25	30.06	30.14
15-Jul	0.04	30.44	30.59	30.4	30.49
15-Aug	0.01	30.64	30.74	30.56	30.62
15-Sep	-0.02	30.81	30.89	30.74	30.74

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Mar-19	-5	1932	1944	1915	1915
Apr-19	-18	2092	2107	2059	2063
May-19	-10	2141	2162	2115	2121
June-19	-3	2170	2200	2159	2164

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/02/2019	6.69	14062	4.067	38.78	71.04	3.73	95.94	56.56

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Feb-19	27-Feb-19	
Refined Soybean Oil	Indore	775	778	-3
	Indore (Soy Solvent Crude)	740	740	Unch
	Mumbai	770	770	Unch
	Mumbai (Soy Degum)	730	740	-10
	Kandla/Mundra	765	770	-5
	Kandla/Mundra (Soy Degum)	737	742	-5
	Kolkata	780	780	Unch
	Delhi	812	815	-3
	Nagpur	768	770	-2
	Rajkot	765	765	Unch
	Kota	770	775	-5

	Hyderabad	760	760	Unch
	Akola	769	772	-3
	Amrawati	769	771	-2
	Bundi	780	785	-5
	Jalna	775	777	-2
	Solapur	775	777	-2
	Dhule	774	776	-2
Palm Oil*	Kandla (Crude Palm Oil)	574	578	-3
	Kandla (RBD Palm oil)	609	614	-5
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	572	572	Unch
	Kakinada RBD Pamolein	656	656	Unch
	Haldia Pamolein	664	664	Unch
	Chennai RBD Pamolein	662	664	-2
	Chennai RBD Pamolein (Vitamin A&D Fortified)	735	745	-10
	KPT (krishna patnam) Pamolein	651	651	Unch
	Mumbai RBD Pamolein	667	677	-11
	Mangalore RBD Pamolein	662	664	-2
	Tuticorin (RBD Palmolein)	652	659	-7
	Delhi	688	691	-3
	Rajkot	649	649	Unch
	Hyderabad	636	636	Unch
	PFAD (Kandla)	336	336	Unch
	Refined Palm Stearin (Kandla)	572	572	Unch
	Superolien (Kandla)	714	714	Unch
	Superolien (Mumbai)	719	719	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	790	790	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	730	735	-5
	Kandla (Ref.)	795	795	Unch
	Hyderabad (Ref)	800	800	Unch
	Latur (Expeller Oil)	775	775	Unch
	Chellakere (Expeller Oil)	740	740	Unch
	Erode (Expeller Oil)	835	840	-5
Groundnut Oil	Rajkot	940	940	Unch
	Chennai	940	940	Unch
	Delhi	950	950	Unch
	Hyderabad *	970	970	Unch
	Mumbai	970	970	Unch

	Gondal	950	950	Unch
	Jamnagar	940	940	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	805	805	Unch
	Jaipur (Kacchi Ghani Oil)	805	814	-9
	Kota (Expeller Oil)	770	775	-5
	Kota (Kacchi Ghani Oil)	800	800	Unch
	Neewai (Expeller Oil)	775	781	-6
	Neewai (Kacchi Ghani Oil)	785	793	-8
	Bharatpur (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	800	800	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	805	805	Unch
	Mumbai (Expeller Oil)	780	780	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	812	820	-8
	Hapur (Expeller Oil)	900	895	5
	Hapur (Kacchi Ghani Oil)	940	935	5
	Agra (Kacchi Ghani Oil)	805	805	Unch
Refined Cottonseed Oil	Rajkot	725	725	Unch
	Hyderabad	715	715	Unch
	Mumbai	742	745	-3
	New Delhi	718	722	-4
Coconut Oil	Kangayan (Crude)	1430	1430	Unch
	Cochin	1540	1540	Unch
Sesame Oil	New Delhi	1700	1700	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	620	620	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	530	538	-8
	CNF India	560	565	-5
Indonesia CPO USD/MT	FOB	505	510	-5
	CNF India	525	525	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	525	530	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	525	535	-10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	745	745	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	460	465	-5



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	730	-
Ukraine Origin CSFO USD/MT Kandla	CIF	730	730	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	720	712	8
Argentina FOB (\$/MT)		27-Feb-19	26-Feb-19	Change
Crude Soybean Oil Ship		670	680	-10
Refined Soy Oil (Bulk) Ship		693	704	-11
Sunflower Oil Ship		650	650	Unch
Cottonseed Oil Ship		650	660	-10
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).

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