

Domestic Fundamentals:

- Mixed tone was featured in various edible oils in key markets in trading activities on Saturday.
- Domestic soy oil prices and palm oil prices futures rose on rise in international benchmarks. BMD CPO and CBOT soy oil rose on technical rebound. Crude oil prices were trading higher on Friday.
- 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.
- 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.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO) from Indonesia rose 13.1 percent in Jan y-o-y to 3.10 MMT from were 2.74 MMT in Jan 2018. Exports of palm oil (CPO and PKO) were rose 5.1 m-o-m in Jan at 3.10 MMT compared to Dec 2018 at 2.95 MMT. Stocks of palm oil in Jan 2019 rose to 3.02 MMT, up 7 percent y-o-y.
- According to Indonesia Palm Oil Association (GAPKI), Indonesia kept March export duty unchanged at zero. Indonesia relaxed crude palm oil levy rules in which there will be no threshold prices until further decision. In place of monthly levy review, now levy review will take place every three months. Indonesia has kept crude palm oil export duty at zero since May 2017.

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	5.30	757.40	762.65	756.35	761.70	8,220	-4760	46260	1920
Apr-19	4.75	745.65	750.35	744.40	749.00	4,150	-1520	36240	1940
Prices & Vol-OI are at 5:30 PM									

Spread	Mar-18	Apr-18
Spot	13.30	26.00
Mar-19		-12.70
Apr-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-18	5.20	551.90	558.30	551.60	556.50	1030	-118	5377	207
Apr-19	4.80	557.00	563.20	557.00	561.50	453	351	2123	136

Spread	Mar-18	Apr-19
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Spot	-9.5	-14.5
Mar-19		5
Apr-19		

CBOT Soy Oil Futures (Projections):
 (Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.21	29.96	30.17	29.96	30.17
15-May	0.33	30.2	30.6	30.19	30.58
15-Jul	0.32	30.53	30.93	30.53	30.91
15-Aug	0.33	30.74	31.08	30.69	31.08
15-Sep	0.34	30.96	31.23	30.96	31.23

BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Mar-19	72	1942	2010	1935	1986
Apr-19	72	2077	2143	2067	2134
May-19	68	2136	2198	2127	2189
June-19	65	2178	2236	2174	2228

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
01/03/2019	6.71	14123	4.075	39.12	71.04	3.75	96.21	57.27

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		2-Mar-19	1-Mar-19	
Refined Soybean Oil	Indore	772	775	-3
	Indore (Soy Solvent Crude)	740	735	5
	Mumbai	770	770	Unch
	Mumbai (Soy Degum)	738	735	3
	Kandla/Mundra	765	765	Unch
	Kandla/Mundra (Soy Degum)	735	737	-2
	Kolkata	777	780	-3
	Delhi	820	818	2
	Nagpur	771	771	Unch
	Rajkot	765	765	Unch

	Kota	780	770	10
	Hyderabad	755	760	-5
	Akola	772	772	Unch
	Amrawati	772	772	Unch
	Bundi	790	780	10
	Jalna	778	778	Unch
	Solapur	778	778	Unch
	Dhule	778	778	Unch
Palm Oil*	Kandla (Crude Palm Oil)	573	573	Unch
	Kandla (RBD Palm oil)	609	609	Unch
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	583	572	11
	Kakinada RBD Pamolein	656	656	Unch
	Haldia Pamolein	662	664	-2
	Chennai RBD Pamolein	662	662	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	720	730	-10
	KPT (krishna patnam) Pamolein	651	651	Unch
	Mumbai RBD Pamolein	667	667	Unch
	Mangalore RBD Pamolein	662	662	Unch
	Tuticorin (RBD Palmolein)	655	655	Unch
	Delhi	695	690	5
	Rajkot	654	656	-2
	Hyderabad	630	636	-6
	PFAD (Kandla)	336	336	Unch
	Refined Palm Stearin (Kandla)	583	572	11
	Superolien (Kandla)	714	714	Unch
	Superolien (Mumbai)	719	719	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	785	785	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	728	730	-2
	Kandla (Ref.)	795	795	Unch
	Hyderabad (Ref)	795	800	-5
	Latur (Expeller Oil)	780	775	5
	Chellakere (Expeller Oil)	745	740	5
	Erode (Expeller Oil)	835	835	Unch
Groundnut Oil	Rajkot	940	940	Unch
	Chennai	940	940	Unch
	Delhi	950	950	Unch
	Hyderabad *	970	960	10

	Mumbai	970	970	Unch
	Gondal	930	930	Unch
	Jamnagar	940	940	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	790	-10
	Jaipur (Kacchi Ghani Oil)	801	802	-1
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	785	785	Unch
	Neewai (Expeller Oil)	775	775	Unch
	Neewai (Kacchi Ghani Oil)	785	785	Unch
	Bharatpur (Kacchi Ghani Oil)	800	810	-10
	Sri-Ganga Nagar(Exp Oil)	770	780	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	790	-5
	Mumbai (Expeller Oil)	780	780	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	825	820	5
	Hapur (Expeller Oil)	890	895	-5
	Hapur (Kacchi Ghani Oil)	925	935	-10
	Agra (Kacchi Ghani Oil)	805	815	-10
Refined Cottonseed Oil	Rajkot	730	730	Unch
	Hyderabad	710	700	10
	Mumbai	740	740	Unch
	New Delhi	735	725	10
Coconut Oil	Kangayan (Crude)	1460	1430	30
	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	625	623	2
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	532	535	-3
	CNF India	568	565	3
Indonesia CPO USD/MT	FOB	500	505	-5
	CNF India	530	530	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	528	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	525	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	740	-



Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	465	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	750	-
Ukraine Origin CSFO USD/MT Kandla	CIF	720	730	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	717	-
Argentina FOB (\$/MT)		1-Mar-19	28-Feb-19	Change
Crude Soybean Oil Ship		667	669	-2
Refined Soy Oil (Bulk) Ship		690	692	-2
Sunflower Oil Ship		Unq	650	-
Cottonseed Oil Ship		647	649	-2
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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