

**Domestic Fundamentals:**

- Mixed sideways tone was featured in various edible oils in key markets in dull trading activities on Monday.
- Domestic soy oil prices and palm oil prices futures were closed on festival. BMD CPO prices fell on demand concerns while CBOT soy oil rose on technical rebound. Crude oil prices were trading lower on Monday.
- 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. However, there stands opportunity to take advantage of prices around RM 2000 in BMD CPO. Softening of prices may be over soon as prolonged winter will come to an end in India in next 15 days amid record production of rapeseed oil by India which may slow palm oil imports by India. 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. Imports from China will remain weak for next couple of months.  
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 Mar 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.  
Soft crude oil prices has put lid on palm oil prices.
- 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.  
Weak crude oil prices will cap soy oil prices in near term.
- 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.

**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
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	0.06	29.99	30.01	29.99	30.01
15-May	0.07	30.3	30.56	30.24	30.31
15-Jul	0.06	30.61	30.88	30.58	30.64
15-Aug	0.01	30.81	31.01	30.75	30.75
15-Sep	0.02	30.89	31.15	30.89	30.89

**BMD CPO Futures:**  
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Mar-19	-8	1980	1980	1978	1978
Apr-19	-35	2147	2162	2098	2101
May-19	-40	2202	2217	2148	2149
June-19	-39	2239	2255	2188	2189

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/03/2019	6.70	14136	4.076	39.83	70.86	3.77	96.21	56.13

**Edible Oil Prices at Key Market:**

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

	Kota	Closed	780	-
	Hyderabad	Closed	755	-
	Akola	Closed	772	-
	Amrawati	Closed	772	-
	Bundi	Closed	790	-
	Jalna	Closed	778	-
	Solapur	Closed	778	-
	Dhule	Closed	778	-
<b>Palm Oil*</b>	Kandla (Crude Palm Oil)	573	573	Unch
	Kandla (RBD Palm oil)	609	609	Unch
	Kandla RBD Pamolein	656	656	Unch
	Kakinada (Crude Palm Oil)	Closed	583	-
	Kakinada RBD Pamolein	656	656	Unch
	Haldia Pamolein	662	662	Unch
	Chennai RBD Pamolein	662	662	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	718	718	Unch
	KPT (krishna patnam) Pamolein	651	651	Unch
	Mumbai RBD Pamolein	667	667	Unch
	Mangalore RBD Pamolein	662	662	Unch
	Tuticorin (RBD Palmolein)	Closed	655	-
	Delhi	Closed	695	-
	Rajkot	Closed	654	-
	Hyderabad	Closed	630	-
	PFAD (Kandla)	336	336	Unch
	Refined Palm Stearin (Kandla)	Closed	583	-
	Superolien (Kandla)	714	714	Unch
	Superolien (Mumbai)	719	719	Unch
<b>* inclusive of GST</b>				
<b>Refined Sunflower Oil</b>	Chennai	785	785	Unch
	Mumbai	820	820	Unch
	Mumbai(Expeller Oil)	728	728	Unch
	Kandla (Ref.)	795	795	Unch
	Hyderabad (Ref)	Closed	795	-
	Latur (Expeller Oil)	Closed	780	-
	Chellakere (Expeller Oil)	Closed	745	-
	Erode (Expeller Oil)	835	835	Unch
<b>Groundnut Oil</b>	Rajkot	Closed	940	-
	Chennai	930	940	-10
	Delhi	Closed	950	-
	Hyderabad *	Closed	970	-

	Mumbai	970	970	Unch
	Gondal	Closed	930	-
	Jamnagar	Closed	940	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	780	780	Unch
	Jaipur (Kacchi Ghani Oil)	Closed	801	-
	Kota (Expeller Oil)	Closed	770	-
	Kota (Kacchi Ghani Oil)	785	785	Unch
	Neewai (Expeller Oil)	Closed	775	-
	Neewai (Kacchi Ghani Oil)	Closed	785	-
	Bharatpur (Kacchi Ghani Oil)	Closed	800	-
	Sri-Ganga Nagar(Exp Oil)	770	770	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	785	785	Unch
	Mumbai (Expeller Oil)	780	780	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	Closed	825	-
	Hapur (Expeller Oil)	Closed	890	-
	Hapur (Kacchi Ghani Oil)	Closed	925	-
	Agra (Kacchi Ghani Oil)	Closed	805	-
Refined Cottonseed Oil	Rajkot	Closed	730	-
	Hyderabad	Closed	710	-
	Mumbai	740	740	Unch
	New Delhi	Closed	735	-
Coconut Oil	Kangayan (Crude)	1460	1460	Unch
	Cochin	1540	1540	Unch
Sesame Oil	New Delhi	Closed	1700	-
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	Closed	625	-
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	545	532	13
	CNF India	575	568	7
Indonesia CPO USD/MT	FOB	515	500	15
	CNF India	535	530	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	540	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	530	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	760	Closed	-

Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	470	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	720	720	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	698	Closed	-
Argentina FOB (\$/MT)		2-Mar-19	1-Mar-19	Change
Crude Soybean Oil Ship		Closed	667	-
Refined Soy Oil (Bulk) Ship		Closed	690	-
Sunflower Oil Ship		Closed	650	-
Cottonseed Oil Ship		Closed	647	-
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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