

Domestic Fundamentals:

- Edible oils complex featured firm trend in various markets centers on Monday.
- Soy oil and palm oil domestic futures rose on rise in international benchmark. BMD CPO rose on weak global supply and firm global demand prospects. CBOT soy oil rose on rise in competing oils.
- Palm oil prices are supported by expectation of fall in end stocks of palm oil in Malaysia and Indonesia, expectation of fall in production of palm oil in Malaysia, rise in exports of palm oil from Malaysia, depreciation of ringgit and rise in competing oils.
- Palm oil end stocks are expected to fall in Malaysia and Indonesia in coming months on slow rise in production of palm oil, rise in exports and strong domestic demand of palm oil in biodiesel in Indonesia and Malaysia.
Palm oil production is expected slowly in Malaysia and Indonesia on dry conditions, effect of haze and low use of fertilizer due to low prices of palm oil in the country. Production of palm oil in Malaysia will remain unchanged in 2020 compared to last year while it will see limited rise in Indonesia forcing supply limitation there by decrease stocks of palm oil globally amidst surge in palm oil imports from India and China.
- Palm oil exports are expected to rise in coming months from Malaysia and Indonesia on strong demand from China and India. Exports rose from Malaysia in Nov due to firm demand from EU despite weak demand from India and China. Imports by China is expected to remain firm in coming months on demand ahead of Chinese New Year, higher imports of palm oil due to shortage of soy oil in the country on swine flu leading to lower demand of soybean in the country. Palm oil imports from India will remain firm in 2020 due to dwindling stocks of palm oil in India due to stable palm oil imports from last 3 year despite rise in demand thereby reducing palm oil stocks in the country.
In near term palm oil imports may slow due to negative import parity and refining margins, lower discount over soy oil, sunflower oil and mustard oil.
- Biodiesel demand from Indonesia and Malaysia is expected to remain firm in 2020 due to implementation of higher blending norms in both countries. In Indonesia B30 is being implemented from 2020 while B20 norms will be implemented in Malaysia in 2020.
- Soy oil international prices are expected to be supported by US-China trade settlement optimism, slow rate of harvest of soybean in US, lower rate of planting of soybean in Brazil and Argentina and rise in crude oil prices.
- Soy oil domestic prices are expected to be supported by fall in premium of soy oil over palm oil and lower crop of soybean which will stretch balance sheet of soy oil.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO) from Indonesia fell 0.33 percent in September y-o-y to 2.98 MMT from 2.99 MMT in September 2018. Exports of palm oil (CPO and PKO) rose 18 percent m-o-m in Sep at 2.98 MMT compared to Aug 2019 at 2.53 MMT. Stocks of palm oil in Sep 2019 fell to 3.73 MMT from 3.8 MMT in Aug 2019, lower by 1.84 percent m-o-m.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Nov 1-20 palm oil exports rose 3.3 percent to 933,321 tons compared to 903,645 tons in corresponding period last month. Top buyers were European Union 238,335 tons (196,560 tons), China at 121,670 tons (164,838 tons), India at 99,900 tons (131,050 tons), United States at 50,970 tons (38,200 tons) and Pakistan at 32,000 tons (40,000 tons). Values in brackets are figures of corresponding period last month.

Outlook: Edible oil basket is expected to feature sideways to firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-19	2.20	809.40	813.80	808.00	809.50	18,760	3940	45310	-2400
Jan-19	2.80	812.00	818.10	811.50	813.30	6,770	-1550	33720	4570
Prices & Vol-OI are at 5:30 PM									

Spread	Dec-19	Jan-19
Spot	-4.50	
Dec-19		3.80
Jan-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-19	5.50	665.50	671.90	664.50	670.00	1517	534	2231	-301
Dec-19	3.90	672.00	679.50	670.00	674.60	2251	787	4276	-111

Spread	Nov-19	Dec-19
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Spot	3.0	
Nov-19		4.6
Dec-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	0.05	30.91	30.96	30.79	30.93
15-Jan	0.04	31.1	31.13	30.95	31.1
15-Mar	0.03	31.39	31.41	31.23	31.38
15-May	0.03	31.71	31.73	31.55	31.7
15-Jul	0.05	32.01	32.04	31.86	32.01

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	6	2645	2663	2645	2650
15-Jan	-8	2703	2727	2695	2704
15-Feb	-17	2736	2760	2727	2733
15-Mar	-17	2753	2772	2739	2747

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
25/11/2019	7.04	14080	4.177	59.79	71.71	4.19	98.32	57.70

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		25-Nov-19	23-Nov-19	
Refined Soybean Oil	Indore	805	805	Unch
	Indore (Soy Solvent Crude)	770	760	10
	Mumbai	810	800	10
	Mumbai (Soy Degum)	792	785	7
	Kandla/Mundra	800	800	Unch
	Kandla/Mundra (Soy Degum)	770	760	10
	Kolkata	780	790	-10
	Delhi	843	830	13
	Nagpur	802	795	7
	Rajkot	795	790	5
	Kota	820	815	5

	Hyderabad	Unq	Unq	-
	Akola	805	798	7
	Amrawati	805	798	7
	Bundi	825	820	5
	Jalna	802	792	10
	Solapur	793	785	8
	Dhule	800	794	6
Palm Oil*	Kandla (Crude Palm Oil)	707	694	13
	Kandla (RBD Palm oil)	730	730	Unch
	Kandla RBD Pamolein	777	772	5
	Kakinada (Crude Palm Oil)	677	672	5
	Kakinada RBD Pamolein	777	772	5
	Haldia Pamolein	767	761	5
	Chennai RBD Pamolein	793	788	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	843	838	5
	KPT (krishna patnam) Pamolein	782	777	5
	Mumbai RBD Pamolein	803	788	16
	Mangalore RBD Pamolein	793	793	Unch
	Tuticorin (RBD Palmolein)	798	793	5
	Delhi	810	790	20
	Rajkot	772	761	11
	Hyderabad	790	795	-5
	PFAD (Kandla)	483	483	Unch
	Refined Palm Stearin (Kandla)	677	672	5
	Superolien (Kandla)	798	798	Unch
	Superolien (Mumbai)	809	803	5
* inclusive of GST				
Refined Sunflower Oil	Chennai	845	845	Unch
	Mumbai	860	835	25
	Mumbai(Expeller Oil)	800	790	10
	Kandla (Ref.)	850	840	10
	Hyderabad (Ref)	850	845	5
	Latur (Expeller Oil)	805	805	Unch
	Chellakere (Expeller Oil)	800	800	Unch
	Erode (Expeller Oil)	875	875	Unch
Groundnut Oil	Rajkot	960	975	-15
	Chennai	1030	1030	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1050	1050	Unch
	Mumbai	1020	1020	Unch

	Gondal	970	965	5
	Jamnagar	975	970	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	840	840	Unch
	Jaipur (Kacchi Ghani Oil)	875	868	7
	Kota (Expeller Oil)	845	840	5
	Kota (Kacchi Ghani Oil)	855	855	Unch
	Neewai (Expeller Oil)	850	845	5
	Neewai (Kacchi Ghani Oil)	865	855	10
	Bharatpur (Kacchi Ghani Oil)	880	860	20
	Sri-Ganga Nagar(Exp Oil)	850	830	20
	Sri-Ganga Nagar (Kacchi Ghani Oil)	880	860	20
	Mumbai (Expeller Oil)	835	830	5
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	863	835	28
	Hapur (Expeller Oil)	875	875	Unch
	Hapur (Kacchi Ghani Oil)	910	910	Unch
	Agra (Kacchi Ghani Oil)	885	865	20
Refined Cottonseed Oil	Rajkot	790	780	10
	Hyderabad	810	800	10
	Mumbai	795	785	10
	New Delhi	770	755	15
Coconut Oil	Kangayan (Crude)	1350	1350	Unch
	Cochin	1430	1430	Unch
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	645	638	7
Rice Bran Oil (4%)	Punjab	625	627	-2
Malaysia Palmolein USD/MT	FOB	658	655	3
	CNF India	693	690	3
Indonesia CPO USD/MT	FOB	630	630	Unch
	CNF India	663	658	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	655	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	660	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	905	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	535	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	778	778	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	820	Closed	-
Argentina FOB (\$/MT)		23-Nov-19	22-Nov-19	Change
Crude Soybean Oil Ship		Closed	703	-
Refined Soy Oil (Bulk) Ship		Closed	728	-
Sunflower Oil Ship		Closed	705	-
Cottonseed Oil Ship		Closed	683	-
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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