

Domestic Fundamentals:

- Edible oils complex featured mixed trend in various markets centers on Monday.
- Soy oil and palm oil domestic futures rose on demand prospects. However, BMD CPO rose on weak supply worries. CBOT soy oil rose on technical buying. Crude oil was trading higher on Monday.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Nov palm oil exports fell 2.9 percent to 1,414,884 tons compared to 1,456,624 tons last month. Top buyers were China at 362,660 tons (231,990 tons), India & subcontinent 268,070 tons (290,370 tons) and European Union 260,725 tons (356,055 tons) and. Values in brackets are figures of last month.
- 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 implement in Malaysia in 2020.
- Soy oil domestic prices are supported by weak domestic production of soy oil, positive import parity and low premium of soy oil over palm oil. Further, stressed stocks scenario of soy oil in India supported the rise in current upswing.
- Soy oil international prices are expected to be underpinned US-China trade worries, weak China soybean demand, improving soybean crop weather in Brazil and Argentina and higher soybean area in Argentina. However, fall in stocks of soy oil in US, rise in competing oils and rise in crude oil prices will limit losses.
- US and China is strangled in trade tensions with trade settlement between both countries hanging between diverging views. US has passed a legislation condemning China over Hong Kong which has angered China. Further, China is struck over its stand that US should remove all the import duties imposed to get the trade deal pass through. With deadlock in settlement China has asked trade representatives to come to China to resolve issues.

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	7.00	814.40	822.00	810.20	821.40	12,980	-4110	31040	-6260
Jan-19	7.40	817.80	825.80	814.60	825.20	13,215	-595	43475	4725

Prices & Vol-OI are at 5:30 PM

Spread	Dec-19	Jan-19
Spot	-6.40	
Dec-19		3.80
Jan-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-19	4.00	676.00	684.00	672.90	684.00	1261	-385	5375	3360
Jan-19	2.90	675.00	684.40	674.40	684.10	310	-3190	1121	-3924

Spread
Dec-19
Jan-19
Spot

-4.0

Dec-19

0.1

Jan-19
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Dec	0.02	30.4	30.45	30.32	30.44
15-Jan	0.04	30.58	30.68	30.46	30.62
15-Mar	0.06	30.85	30.95	30.74	30.91
15-May	0.05	31.18	31.27	31.08	31.23
15-Jul	0.06	31.47	31.57	31.38	31.53

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Dec	27	2590	2647	2590	2630
15-Jan	-11	2708	2715	2658	2709
15-Feb	-11	2735	2742	2685	2731
15-Mar	-16	2731	2742	2693	2733

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
02/12/2019	7.04	14118	4.179	59.92	71.67	4.24	98.33	56.34

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		2-Dec-19	30-Nov-19	
Refined Soybean Oil	Indore	812	815	-3
	Indore (Soy Solvent Crude)	770	780	-10
	Mumbai	815	815	Unch
	Mumbai (Soy Degum)	787	787	Unch
	Kandla/Mundra	805	815	-10
	Kandla/Mundra (Soy Degum)	775	772	3
	Kolkata	800	795	5
	Delhi	846	839	7
	Nagpur	810	807	3
	Rajkot	800	800	Unch
	Kota	815	815	Unch
	Hyderabad	Unq	Unq	-

	Akola	812	811	1
	Amrawati	813	811	2
	Bundi	820	820	Unch
	Jalna	808	803	5
	Solapur	806	802	4
	Dhule	810	807	3
Palm Oil*	Kandla (Crude Palm Oil)	714	718	-4
	Kandla (RBD Palm oil)	746	746	Unch
	Kandla RBD Pamolein	788	788	Unch
	Kakinada (Crude Palm Oil)	688	688	Unch
	Kakinada RBD Pamolein	782	788	-5
	Haldia Pamolein	782	788	-5
	Chennai RBD Pamolein	793	798	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	847	851	-3
	KPT (krishna patnam) Pamolein	782	788	-5
	Mumbai RBD Pamolein	809	809	Unch
	Mangalore RBD Pamolein	800	803	-3
	Tuticorin (RBD Palmolein)	803	806	-3
	Delhi	817	800	17
	Rajkot	782	777	5
	Hyderabad	780	790	-10
	PFAD (Kandla)	488	488	Unch
	Refined Palm Stearin (Kandla)	688	688	Unch
	Superolien (Kandla)	809	809	Unch
	Superolien (Mumbai)	819	819	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	840	840	Unch
	Mumbai	850	850	Unch
	Mumbai(Expeller Oil)	790	790	Unch
	Kandla (Ref.)	835	835	Unch
	Hyderabad (Ref)	850	850	Unch
	Latur (Expeller Oil)	810	805	5
	Chellakere (Expeller Oil)	800	800	Unch
	Erode (Expeller Oil)	880	880	Unch
Groundnut Oil	Rajkot	1000	980	20
	Chennai	1020	1020	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1050	1050	Unch
	Mumbai	1020	1020	Unch
	Gondal	980	975	5

	Jamnagar	990	980	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	865	865	Unch
	Jaipur (Kacchi Ghani Oil)	889	885	4
	Kota (Expeller Oil)	865	860	5
	Kota (Kacchi Ghani Oil)	875	875	Unch
	Neewai (Expeller Oil)	860	855	5
	Neewai (Kacchi Ghani Oil)	875	873	2
	Bharatpur (Kacchi Ghani Oil)	875	870	5
	Sri-Ganga Nagar(Exp Oil)	865	855	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	885	875	10
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	858	853	5
	Hapur (Expeller Oil)	880	875	5
	Hapur (Kacchi Ghani Oil)	915	910	5
	Agra (Kacchi Ghani Oil)	880	875	5
Refined Cottonseed Oil	Rajkot	805	800	5
	Hyderabad	820	810	10
	Mumbai	812	800	12
	New Delhi	780	775	5
Coconut Oil	Kangayan (Crude)	1320	1330	-10
	Cochin	1440	1440	Unch
Sesame Oil	New Delhi	1400	1500	-100
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	652	648	4
Rice Bran Oil (4%)	Punjab	635	625	10
Malaysia Palmolein USD/MT	FOB	653	660	-7
	CNF India	693	700	-7
Indonesia CPO USD/MT	FOB	630	630	Unch
	CNF India	660	670	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	650	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	653	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	880	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	538	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-



Ukraine Origin CSFO USD/MT Kandla	CIF	785	788	-3
Rapeseed Oil Rotterdam Euro/MT	FOB	820	Closed	-
Argentina FOB (\$/MT)		30-Nov-19	29-Nov-19	Change
Crude Soybean Oil Ship		Closed	693	-
Refined Soy Oil (Bulk) Ship		Closed	717	-
Sunflower Oil Ship		Closed	710	-
Cottonseed Oil Ship		Closed	673	-
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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