

Domestic Fundamentals:

- Edible oils complex featured mostly firm trend in various markets centers on Tuesday.
- Soy oil domestic futures fell on demand concerns and palm oil domestic futures fell on and fall in international benchmarks. BMD CPO fell on lower than expected fall in end stocks in Malaysia in November. CBOT soy oil rose on US-China trade settlement optimism.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's November palm oil stocks fell 4.08 percent to 22.56 lakh tons compared to 23.51 lakh tons in October 2019. Production of palm oil in Nov fell 14.35 percent to 15.38 lakh tons compared to 17.96 lakh tons in Oct 2019. Exports of palm oil in Nov fell 14.64 percent to 14.02 lakh tons compared to 16.42 lakh tons in Oct 2019. Imports of palm oil in Nov fell 12.17 percent to 0.75 lakh tons compared to 0.85 lakh tons in Oct 2019. End stocks of palm oil fell less compared to trade expectation. Fall in stocks was due to lower production partially setoff by fall in exports of palm oil.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Dec 1-10 palm oil exports fell 11.4 percent to 376,659 tons compared to 425,010 tons in corresponding period last month. Top buyers were European Union 95,620 tons (93,810 tons), Pakistan at 41,000 tons (0 tons), China at 40,980 tons (89,170 tons), India at 31,300 tons (29,900 tons) and United States at 29,300 tons (41,270 tons) and. Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Dec 1-10 palm oil exports fell 12.3 percent to 361,220 tons compared to 412,040 tons in corresponding period last month. Top buyers were European Union 86,000 tons (74,325 tons), China at 82,630 tons (63,800 tons) and India & subcontinent 36,500 tons (34,500 tons). Values in brackets are figures of corresponding period last month.
- Palm oil prices are supported by underpinned by slow fall in end stocks of palm oil in Malaysia, fall in exports of palm oil from Malaysia amid fall in production of palm oil in Malaysia.
- Palm oil end stocks fell in Malaysia in November but at lower than expected rate on sharp fall in exports from Malaysia amid sharp fall in production of palm oil in Malaysia in November. Palm oil end stocks fell 4 percent against expectation of more than 5 percent fall in end stocks.
Palm oil production fell sharply in Malaysia in November on seasonal downtrend of production, lower use of fertilizer and unexpected haze due to burning of forests in Indonesia.
- Palm oil exports fell in November from Malaysia on weak demand from India and EU despite firm demand from China. Imports on palm oil by India from Malaysia fell on India-Malaysia tensions over Kashmir issue, hike in import duty on RBD palmolein sourced from Malaysia, high stocks at Indian ports and negative import and refining margins. Imports by China was firm 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.

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	-10.60	869.40	869.40	857.00	857.80	9,475	2120	15520	-1405
Jan-19	-9.80	865.00	865.40	856.00	856.80	23,420	-2805	49135	1380
Prices & Vol-OI are at 5:30 PM									

Spread	Dec-19	Jan-19
Spot	7.20	
Dec-19		-1.00
Jan-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-19	-8.60	728.10	731.00	720.60	724.00	2410	476	3543	-251
Jan-19	-8.20	727.50	729.10	718.40	722.00	1556	-22	3636	788

Spread
Dec-19
Jan-19
Spot

6.0

Dec-19

-2

Jan-19
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	-0.19	31.17	31.17	31.17	31.17
15-Mar	-0.09	31.6	31.66	31.36	31.5
15-May	-0.12	31.86	31.93	31.64	31.74
15-Jul	-0.11	32.16	32.23	31.94	32.05
15-Aug	-0.11	32.46	32.52	32.25	32.36

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-8	2872	2900	2855	2873
15-Feb	-2	2895	2929	2875	2900
15-Mar	-	2882	2914	2864	2890
15-Apr	-4	2835	2867	2822	2844

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/12/2019	7.04	14010	4.165	59.91	70.92	4.14	97.53	58.70

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Dec-19	9-Dec-19	
Refined Soybean Oil	Indore	865	860	5
	Indore (Soy Solvent Crude)	830	825	5
	Mumbai	860	850	10
	Mumbai (Soy Degum)	815	818	-3
	Kandla/Mundra	845	840	5
	Kandla/Mundra (Soy Degum)	812	810	2
	Kolkata	845	860	-15
	Delhi	885	890	-5
	Nagpur	860	860	Unch
	Rajkot	850	830	20
	Kota	850	850	Unch

	Hyderabad	Unq	Unq	-
	Akola	870	870	Unch
	Amrawati	868	868	Unch
	Bundi	855	855	Unch
	Jalna	860	860	Unch
	Solapur	859	859	Unch
	Dhule	858	858	Unch
Palm Oil*	Kandla (Crude Palm Oil)	767	759	7
	Kandla (RBD Palm oil)	798	798	Unch
	Kandla RBD Pamolein	851	830	21
	Kakinada (Crude Palm Oil)	746	746	Unch
	Kakinada RBD Pamolein	840	840	Unch
	Haldia Pamolein	835	845	-11
	Chennai RBD Pamolein	856	851	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	906	903	3
	KPT (krishna patnam) Pamolein	840	840	Unch
	Mumbai RBD Pamolein	866	856	11
	Mangalore RBD Pamolein	861	851	11
	Tuticorin (RBD Palmolein)	848	848	Unch
	Delhi	870	864	6
	Rajkot	830	830	Unch
	Hyderabad	810	810	Unch
	PFAD (Kandla)	499	499	Unch
	Refined Palm Stearin (Kandla)	746	746	Unch
	Superolien (Kandla)	856	856	Unch
	Superolien (Mumbai)	872	872	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	870	870	Unch
	Mumbai	870	870	Unch
	Mumbai(Expeller Oil)	820	820	Unch
	Kandla (Ref.)	860	870	-10
	Hyderabad (Ref)	875	870	5
	Latur (Expeller Oil)	825	825	Unch
	Chellakere (Expeller Oil)	835	835	Unch
	Erode (Expeller Oil)	890	890	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1070	1070	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1060	1060	Unch
	Mumbai	1050	1040	10

	Gondal	1020	1040	-20
	Jamnagar	1025	1040	-15
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	890	890	Unch
	Jaipur (Kacchi Ghani Oil)	910	910	Unch
	Kota (Expeller Oil)	890	890	Unch
	Kota (Kacchi Ghani Oil)	910	910	Unch
	Neewai (Expeller Oil)	870	870	Unch
	Neewai (Kacchi Ghani Oil)	893	893	Unch
	Bharatpur (Kacchi Ghani Oil)	910	900	10
	Sri-Ganga Nagar(Exp Oil)	900	900	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	910	910	Unch
	Mumbai (Expeller Oil)	890	880	10
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	900	890	10
	Hapur (Expeller Oil)	890	890	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	915	905	10
Refined Cottonseed Oil	Rajkot	840	840	Unch
	Hyderabad	850	850	Unch
	Mumbai	850	840	10
	New Delhi	810	818	-8
Coconut Oil	Kangayan (Crude)	1330	1340	-10
	Cochin	1460	1460	Unch
Sesame Oil	New Delhi	1380	1380	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	670	662	8
Rice Bran Oil (4%)	Punjab	670	670	Unch
Malaysia Palmolein USD/MT	FOB	720	713	7
	CNF India	750	745	5
Indonesia CPO USD/MT	FOB	678	673	5
	CNF India	720	720	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	715	710	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	705	705	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	970	980	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	588	580	8

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	950	-
Ukraine Origin CSFO USD/MT Kandla	CIF	815	808	7
Rapeseed Oil Rotterdam Euro/MT	FOB	840	805	35
Argentina FOB (\$/MT)		9-Dec-19	7-Dec-19	Change
Crude Soybean Oil Ship		739	Closed	-
Refined Soy Oil (Bulk) Ship		765	Closed	-
Sunflower Oil Ship		720	Closed	-
Cottonseed Oil Ship		719	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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