

Domestic Fundamentals:

- Edible oils complex featured weak trend in various markets centers on Wednesday.
- Soy oil and palm oil domestic futures fell on fall in international benchmarks. BMD CPO fell on lower than expected fall in end stocks of palm oil in Malaysia in November. CBOT soy oil fell on higher global soybean stocks as reported by USDA.
- 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.
- 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.

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	-3.80	855.00	858.80	851.40	853.00	7,150	-2325	15290	-230
Jan-19	-2.20	855.00	859.80	851.00	853.80	19,125	-4295	51815	2680

Prices & Vol-OI are at 5:30 PM

Spread	Dec-19	Jan-19
Spot	7.00	
Dec-19		0.80
Jan-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-19	-7.00	720.10	725.90	715.20	717.20	1845	-565	3256	-287
Jan-19	-5.20	719.40	727.60	716.20	718.40	2034	478	4394	758

Spread
Dec-19
Jan-19
Spot
7.8
Dec-19
1.2
Jan-19
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	-0.13	31.69	31.77	31.5	31.55
15-Mar	-0.14	31.96	32.03	31.77	31.81
15-May	-0.14	32.23	32.32	32.05	32.09
15-Jul	-0.16	32.52	32.6	32.36	32.38
15-Aug	-0.10	32.46	32.64	32.46	32.54

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-14	2866	2896	2842	2855
15-Feb	-22	2897	2930	2870	2881
15-Mar	-25	2885	2910	2860	2867
15-Apr	-30	2837	2854	2814	2818

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
11/12/2019	7.04	14038	4.165	59.73	70.83	4.15	97.50	58.87

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		11-Dec-19	10-Dec-19	
Refined Soybean Oil	Indore	860	865	-5
	Indore (Soy Solvent Crude)	825	830	-5
	Mumbai	860	860	Unch
	Mumbai (Soy Degum)	815	815	Unch
	Kandla/Mundra	840	845	-5
	Kandla/Mundra (Soy Degum)	810	812	-2
	Kolkata	845	845	Unch
	Delhi	880	885	-5
	Nagpur	865	860	5
	Rajkot	840	850	-10
	Kota	850	850	Unch
	Hyderabad	Unq	Unq	-



	Akola	867	870	-3
	Amrawati	867	868	-1
	Bundi	855	855	Unch
	Jalna	865	860	5
	Solapur	853	859	-6
	Dhule	856	858	-2
Palm Oil*	Kandla (Crude Palm Oil)	761	767	-5
	Kandla (RBD Palm oil)	798	798	Unch
	Kandla RBD Pamolein	835	851	-16
	Kakinada (Crude Palm Oil)	748	746	2
	Kakinada RBD Pamolein	830	840	-11
	Haldia Pamolein	835	835	Unch
	Chennai RBD Pamolein	845	856	-11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	900	906	-6
	KPT (krishna patnam) Pamolein	835	840	-5
	Mumbai RBD Pamolein	856	866	-11
	Mangalore RBD Pamolein	856	861	-5
	Tuticorin (RBD Palmolein)	840	848	-8
	Delhi	865	870	-5
	Rajkot	830	830	Unch
	Hyderabad	815	810	5
	PFAD (Kandla)	499	499	Unch
	Refined Palm Stearin (Kandla)	748	746	2
	Superolien (Kandla)	856	856	Unch
	Superolien (Mumbai)	872	872	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	860	870	-10
	Mumbai	870	870	Unch
	Mumbai(Expeller Oil)	810	820	-10
	Kandla (Ref.)	860	860	Unch
	Hyderabad (Ref)	875	875	Unch
	Latur (Expeller Oil)	805	825	-20
	Chellakere (Expeller Oil)	810	835	-25
	Erode (Expeller Oil)	890	890	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1070	1070	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1065	1060	5
	Mumbai	1050	1050	Unch
	Gondal	1020	1020	Unch

	Jamnagar	1025	1025	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	890	890	Unch
	Jaipur (Kacchi Ghani Oil)	910	910	Unch
	Kota (Expeller Oil)	880	890	-10
	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	910	Unch
	Sri-Ganga Nagar(Exp Oil)	880	900	-20
	Sri-Ganga Nagar (Kacchi Ghani Oil)	900	910	-10
	Mumbai (Expeller Oil)	890	890	Unch
	Kolkata(Expeller Oil)	940	930	10
	New Delhi (Expeller Oil)	890	900	-10
	Hapur (Expeller Oil)	890	890	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	915	915	Unch
Refined Cottonseed Oil	Rajkot	840	840	Unch
	Hyderabad	845	850	-5
	Mumbai	855	850	5
	New Delhi	805	810	-5
Coconut Oil	Kangayan (Crude)	1330	1330	Unch
	Cochin	1470	1460	10
Sesame Oil	New Delhi	1380	1380	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	670	670	Unch
Rice Bran Oil (4%)	Punjab	675	670	5
Malaysia Palmolein USD/MT	FOB	715	720	-5
	CNF India	745	750	-5
Indonesia CPO USD/MT	FOB	680	678	2
	CNF India	715	720	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	713	715	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	710	705	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	965	970	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	588	588	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	955	-



Ukraine Origin CSFO USD/MT Kandla	CIF	820	815	5
Rapeseed Oil Rotterdam Euro/MT	FOB	835	840	-5
Argentina FOB (\$/MT)		10-Dec-19	9-Dec-19	Change
Crude Soybean Oil Ship		739	739	Unch
Refined Soy Oil (Bulk) Ship		765	765	Unch
Sunflower Oil Ship		730	720	10
Cottonseed Oil Ship		719	719	Unch
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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2019 Indian Agribusiness Systems Ltd.