

Domestic Fundamentals:

- Edible oils complex featured mixed trend in various markets centers on Saturday.
- Soy oil and palm oil domestic futures fell on fall in international benchmarks. BMD CPO fell on rose on technical buying. CBOT soy oil rose on US-China trade settlement optimism.
- According to Solvent Ext ractors Association (SEA), India's November edible oil imports rose 2.24 percent y-o-y to 10.97 lakh tons from 10.73 lakh tons in Nov 2018. Palm oil imports in Nov fell 1.88 percent y-o-y to 6.79 lakh tons from 6.92 lakh tons in Nov 2018. CPO imports fell 4.75 percent in Nov y-o-y to 5.41 lakh tons from 5.68 lakh tons in Nov 2018. RBD palmolein imports rose by 11.93 percent in Nov y-o-y to 1.22 lakh tons from 1.09 lakh tons in Nov 2018. Soy oil imports fell 19.12 percent in Nov y-o-y to 1.65 lakh tons from 2.04 lakh tons in Nov 2018. Sunflower oil imports rose 58.43 percent y-o-y in Nov to 2.63 lakh tons from 1.66 lakh tons in Nov 2018. Rapeseed (canola) oil imports in Nov was zero compared to 0.12 lakh tons imports in Nov 2018. Rise in imports of edible oil in the month of November was primarily due to rise in imports of sunflower oil.
- According to Solvent Extractors Association (SEA), India's November edible oil stocks at ports and pipelines fell 14.97 percent m-o-m to 15.11 lakh tons from 17.77 lakh tons in November 2019. Stocks of edible oil at ports in November rose to 881,000 tons (CPO 400,000 tons, RBD Palmolein 170,000 tons, Degummed Soybean Oil 160,000 tons, Crude Sunflower Oil 150,000 ton and Rapeseed Oil 1,000 tons) and about 590,000 tons in pipelines. (Stocks at ports were 1,062,000 tons and in pipelines were 715,000 tons in October 2019). India is presently holding 24 days of edible oil requirement on 1st Dec, 2019 at 15.11 lakh tons compared to 28 days of requirements last month at 17.77 lakh tons. India held 21.91 lakh tons of stocks in ports and pipelines on 1st Dec 2018. India's monthly edible oil requirement is 19.0 lakh tons.
- According to Malaysia Palm Oil Board (MPOB), Malaysia hiked Jan crude palm oil export tax to 5.0percent. Export duty of palm oil is calculated at reference price of 2,571.16 ringgit (USD 616.59) per ton. Tax is calculated above 2,250 ringgit starting from 4.5 percent to a maximum of 8.5 percent. Malaysia imposed export duty on exports of crude palm oil after August 2018.
- Edible oil imports by India rose modestly in Nov primarily due to rise in imports of sunflower oil. Imports of palm oil fell 1.88 percent driven by fall in CPO imports. Imports of CPO fell in Nov due to higher prices of CPO in international markets, high stocks of CPO at Indian ports, negative import parity, negative refining margins and India- Malaysia dispute over Kashmir. Imports of RBD palmolein showed modest rise in Nov on lower base of Nov 2018 and Oct 2019. Imports of RBD palmolein slowed due to high stocks at Indian ports, negative import parity and negative refining margins apart from higher prices in international markets. Imports of soy oil fell sharply in Nov due to higher prices of soy oil and low discount over sunflower oil apart from negative import parity and negative refining margins. Port stocks of soy oil fell also fell but fall in imports m-o-m was larger than fall in ports stocks. Imports of sunflower oil surged in Nov due to low premium of sunflower oil over palm oil and soy oil apart from positive import parity and negative refining margins. Imports of canola oil was zero in Nov for the fourth month in a row and imports have been registered only once in last nine months. Lower imports of canola oil is due to hike in import duty on canola oil and lower prices of rapeseed oil in Indian markets. However, edible oils imports are expected to remain firm in coming months as stock position of various edible oil are stretched. Higher prices of edible oil in international markets may cap gains in imports.

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

		Contract Volume	+/-	Open	High	Low	Close Change	OI	OI Change
Dec-19	2.80	864.40	872.40	864.20	864.20	5,220	3645	10380	-4665
Jan-19	-1.00	864.40	874.60	862.40	863.40	29,805	18690	45335	-6285
Prices & Vol-OI are at 5:30 PM									

Spread	Dec-19	Jan-19
Spot	5.80	
Dec-19		-0.80
Jan-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume	Change
Dec-19	-5.80	736.00	737.00	722.90	725.60	1616	1166	-290
Jan-19	-5.20	739.80	739.80	727.00	728.10	1087	587	82

Spread

Spot
Dec-19
Jan-19

2.4

Dec-19 Jan-19

2.5

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	0.23	32.3	32.77	32.3	32.46
15-Mar	0.23	32.51	33.05	32.51	32.74
15-May	0.22	32.87	33.32	32.87	33.01
15-Jul	0.23	33.12	33.6	33.12	33.32
15-Aug	0.27	33.32	33.67	33.32	33.45

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-41	2897	2897	2821	2824
15-Feb	-38	2925	2928	2850	2853
15-Mar	-28	2903	2907	2844	2845
15-Apr	-22	2853	2855	2799	2800

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
13/12/2019	6.98	13.987	4.135	59.75	70.81	4.09	96.85	59.93

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		14-Dec-19	13-Dec-19	
Refined Soybean Oil	Indore	865	870	-5
	Indore (Soy Solvent Crude)	810	825	-15
	Mumbai	860	865	-5
	Mumbai (Soy Degum)	815	823	-8
	Kandla/Mundra	840	850	-10
	Kandla/Mundra (Soy Degum)	810	825	-15
	Kolkata	845	845	Unch
	Delhi	890	895	-5
	Nagpur	858	858	Unch
	Rajkot	840	840	Unch
	Kota	860	860	Unch

	Hyderabad	Unq	Unq	-
	Akola	867	863	4
	Amrawati	866	862	4
	Bundi	865	865	Unch
	Jalna	856	856	Unch
	Solapur	853	853	Unch
	Dhule	855	855	Unch
Palm Oil*	Kandla (Crude Palm Oil)	764	764	Unch
	Kandla (RBD Palm oil)	798	819	-21
	Kandla RBD Pamolein	835	851	-16
	Kakinada (Crude Palm Oil)	756	756	Unch
	Kakinada RBD Pamolein	840	840	Unch
	Haldia Pamolein	840	840	Unch
	Chennai RBD Pamolein	851	856	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	903	912	-9
	KPT (krishna patnam) Pamolein	840	840	Unch
	Mumbai RBD Pamolein	851	866	-16
	Mangalore RBD Pamolein	856	861	-5
	Tuticorin (RBD Palmolein)	851	856	-5
	Delhi	865	860	5
	Rajkot	823	830	-6
	Hyderabad	815	815	Unch
	PFAD (Kandla)	509	504	5
	Refined Palm Stearin (Kandla)	756	756	Unch
	Superolien (Kandla)	866	866	Unch
	Superolien (Mumbai)	872	887	-16
* inclusive of GST				
Refined Sunflower Oil	Chennai	865	865	Unch
	Mumbai	865	870	-5
	Mumbai(Expeller Oil)	815	820	-5
	Kandla (Ref.)	850	860	-10
	Hyderabad (Ref)	875	875	Unch
	Latur (Expeller Oil)	825	825	Unch
	Chellakere (Expeller Oil)	830	830	Unch
	Erode (Expeller Oil)	900	900	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1070	1070	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1075	1075	Unch
	Mumbai	1060	1060	Unch
	Gondal	1050	1050	Unch
	Jamnagar	1040	1040	Unch

Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	890	900	-10
	Jaipur (Kacchi Ghani Oil)	912	915	-3
	Kota (Expeller Oil)	895	895	Unch
	Kota (Kacchi Ghani Oil)	910	915	-5
	Neewai (Expeller Oil)	880	880	Unch
	Neewai (Kacchi Ghani Oil)	895	895	Unch
	Bharatpur (Kacchi Ghani Oil)	910	920	-10
	Sri-Ganga Nagar(Exp Oil)	885	890	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	905	915	-10
	Mumbai (Expeller Oil)	885	885	Unch
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	895	885	10
	Hapur (Expeller Oil)	890	890	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	915	925	-10
Refined Cottonseed Oil	Rajkot	830	840	-10
	Hyderabad	845	845	Unch
	Mumbai	850	850	Unch
	New Delhi	805	807	-2
Coconut Oil	Kangayan (Crude)	1330	1330	Unch
	Cochin	1470	1470	Unch
Sesame Oil	New Delhi	1400	1380	20
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	675	670	5
Rice Bran Oil (4%)	Punjab	680	680	Unch
Malaysia Palmolein USD/MT	FOB	715	728	-13
	CNF India	760	773	-13
Indonesia CPO USD/MT	FOB	695	703	-8
	CNF India	730	743	-13
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	723	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	720	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	990	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	610	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	950	-
Ukraine Origin CSFO USD/MT Kandla	CIF	825	815	10
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	850	-

Argentina FOB (\$/MT)		13-Dec-19	12-Dec-19	Change
Crude Soybean Oil Ship		758	751	7
Refined Soy Oil (Bulk) Ship		785	777	8
Sunflower Oil Ship		730	730	Unch
Cottonseed Oil Ship		738	731	7
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* indicates including GST				

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