

Domestic Fundamentals:

- Edible oils complex featured firm trend in various markets centers on Tuesday.
- Soy oil domestic prices are underpinned by weak demand while palm oil domestic futures rose on rise in international benchmarks. BMD CPO fell on technical selling. CBOT soy oil rose on US-China trade settlement optimism.
- According to National Oilseed Processors Association (NOPA), U.S. November soybean crush fell by 7.56 percent m-o-m to 164.909 million bushels from 178.397 million bushels in October 2019, below market expectation. Crush of soybean in Nov was lower by 1.23 percent y-o-y compared to Nov 2018 figure of 166.959 million bushels. Soy oil stocks in U.S. at the end of Nov rose 1.76 percent m-o-m to 1.448 billion lbs compared to 1.423 billion lbs in end Oct 2019. Stocks of soy oil in end Nov was lower by 2.43 percent y-o-y compared to end Nov 2018, which was reported at 1.484 million lbs. Soy oil stocks was above trade expectation.
- Soy oil domestic prices are supported by positive import parity, positive refining margins, rise in competing oil and low production of soy oil in Indian markets due to weak domestic soybean crop.
- Soy oil international prices are supported by US-China trade settlement optimism, hike in export duty on soy oil by new Argentina government, low stocks of soy oil in US, firm demand of soybean from China and rise in crude oil prices.
- US-China has agreed for trade settlement which is seen as first phase of trade deal and both sides seem to be satisfied with the way trade talks are progressing. US trade secretary has said that the present trade deal will increase US farm exports to record. Most of the US agricultural trade between both countries are in soybeans. China has asked US to take back import duties. US has indefinitely postponed proposed trade tariffs to be imposed on Chinese goods from Dec 15. Final trade deal will only be signed in Jan 2020.
- Palm oil prices are expected to be supported by expectation of fall in end stocks of palm oil in Malaysia, fall in production of palm oil in Malaysia, higher use of palm oil in biodiesel in Malaysia and Indonesia, dry conditions in Indonesia and rise in crude oil prices.
- 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.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Dec 1-15 palm oil exports fell 15.5 percent to 572,409 tons compared to 677,616 tons in corresponding period last month. Top buyers were European Union 175,860 tons (119,910 tons), China at 62,480 tons (108,670 tons), India at 56,300 tons (62,900 tons), Pakistan at 41,000 tons (0 tons) and United States at 29,300 tons (47,570 tons). Values in brackets are figures of corresponding period last month.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Dec 1-15 palm oil exports fell 18.6 percent to 548,780 tons compared to 674,340 tons in corresponding period last month. Top buyers were European Union 168,880 tons (108,115 tons), China at 101,130 tons (161,550 tons) and India & subcontinent 52,500 tons (82,500 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	10.40	867.40	878.80	873.00	877.80	1,465	-465	7405	-1560
Jan-19	6.60	881.00	886.40	880.80	883.20	24,080	2135	49080	2005

Prices & Vol-OI are at 5:30 PM

Spread	Dec-19	Jan-19
Spot	-7.80	
Dec-19		5.40
Jan-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-19	-1.60	738.90	740.50	730.30	732.00	1158	-776	2387	-1407
Jan-19	-2.50	739.50	742.00	731.60	733.30	1790	212	4583	1735

Spread
Dec-19
Jan-19
Spot

-4.0

Dec-19

1.3

Jan-19
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	0.51	33.18	33.78	33.18	33.65
15-Mar	0.5	33.47	34.06	33.47	33.93
15-May	0.5	33.72	34.32	33.72	34.2
15-Jul	0.52	34	34.58	34	34.47
15-Aug	0.56	34.1	34.57	34.1	34.57

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-2	2885	2885	2844	2849
15-Feb	-11	2908	2912	2860	2862
15-Mar	1	2910	2920	2871	2876
15-Apr	14	2874	2886	2846	2855

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/12/2019	6.99	13988	4.142	59.74	70.96	4.06	97.07	60.20

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Dec-19	16-Dec-19	
Refined Soybean Oil	Indore	880	865	15
	Indore (Soy Solvent Crude)	835	825	10
	Mumbai	875	865	10
	Mumbai (Soy Degum)	842	822	20
	Kandla/Mundra	860	845	15
	Kandla/Mundra (Soy Degum)	840	818	22
	Kolkata	855	840	15
	Delhi	912	890	22
	Nagpur	858	858	Unch
	Rajkot	850	855	-5
	Kota	880	875	5
	Hyderabad	Unq	Unq	-

	Akola	869	869	Unch
	Amrawati	868	868	Unch
	Bundi	885	880	5
	Jalna	856	856	Unch
	Solapur	853	853	Unch
	Dhule	855	855	Unch
Palm Oil*	Kandla (Crude Palm Oil)	768	759	8
	Kandla (RBD Palm oil)	824	798	26
	Kandla RBD Pamolein	845	835	11
	Kakinada (Crude Palm Oil)	762	767	-4
	Kakinada RBD Pamolein	851	840	11
	Haldia Pamolein	845	835	11
	Chennai RBD Pamolein	861	851	11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	916	903	13
	KPT (krishna patnam) Pamolein	851	840	11
	Mumbai RBD Pamolein	877	861	16
	Mangalore RBD Pamolein	866	856	11
	Tuticorin (RBD Palmolein)	854	856	-2
	Delhi	880	875	5
	Rajkot	840	830	11
	Hyderabad	815	815	Unch
	PFAD (Kandla)	525	509	16
	Refined Palm Stearin (Kandla)	762	767	-4
	Superolien (Kandla)	877	877	Unch
	Superolien (Mumbai)	887	872	16
* inclusive of GST				
Refined Sunflower Oil	Chennai	865	865	Unch
	Mumbai	880	870	10
	Mumbai(Expeller Oil)	830	820	10
	Kandla (Ref.)	875	860	15
	Hyderabad (Ref)	880	875	5
	Latur (Expeller Oil)	827	825	2
	Chellakere (Expeller Oil)	832	830	2
	Erode (Expeller Oil)	900	900	Unch
Groundnut Oil	Rajkot	1100	1070	30
	Chennai	1090	1090	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1080	1080	Unch
	Mumbai	1090	1060	30
	Gondal	1080	1060	20



	Jamnagar	1060	1050	10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	900	900	Unch
	Jaipur (Kacchi Ghani Oil)	933	916	17
	Kota (Expeller Oil)	910	890	20
	Kota (Kacchi Ghani Oil)	915	915	Unch
	Neewai (Expeller Oil)	900	880	20
	Neewai (Kacchi Ghani Oil)	915	895	20
	Bharatpur (Kacchi Ghani Oil)	940	920	20
	Sri-Ganga Nagar(Exp Oil)	895	890	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	915	915	Unch
	Mumbai (Expeller Oil)	890	885	5
	Kolkata(Expeller Oil)	930	930	Unch
	New Delhi (Expeller Oil)	914	903	11
	Hapur (Expeller Oil)	890	890	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	945	925	20
Refined Cottonseed Oil	Rajkot	850	840	10
	Hyderabad	855	845	10
	Mumbai	860	850	10
	New Delhi	820	805	15
Coconut Oil	Kangayan (Crude)	1400	1400	Unch
	Cochin	1480	1470	10
Sesame Oil	New Delhi	1450	1400	50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	680	675	5
Rice Bran Oil (4%)	Punjab	690	680	10
Malaysia Palmolein USD/MT	FOB	728	718	10
	CNF India	773	765	8
Indonesia CPO USD/MT	FOB	710	703	7
	CNF India	745	735	10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	723	715	8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	720	725	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1020	1005	15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	615	5
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	980	-



Ukraine Origin CSFO USD/MT Kandla	CIF	830	828	2
Rapeseed Oil Rotterdam Euro/MT	FOB	842	832	10
Argentina FOB (\$/MT)		16-Dec-19	14-Dec-19	Change
Crude Soybean Oil Ship		768	Closed	-
Refined Soy Oil (Bulk) Ship		795	Closed	-
Sunflower Oil Ship		735	Closed	-
Cottonseed Oil Ship		748	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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