

Domestic Fundamentals:

- Mixed trend are seen in Edible oil complex on Saturday.
- Soy oil and palm oil domestic futures prices rose on weak supply concerns and rise in international benchmarks. BMD CPO rose on weak global supply prospects. CBOT soy oil rose on US-China trade settlement optimism.
- According to Indonesia trade ministry, Indonesia will charge export levy on exports of crude palm oil (CPO) at USD 50 per ton from Jan. The reference price is set at USD 729.72 per ton for Jan. Indonesia will charge export duty on exports of CPO above USD 750 per ton and above the threshold levy of USD 570 per ton. USD 10-15 per ton levy will be charged when reference prices rise above threshold prices and will be USD 20-50 per ton if prices rise above USD 619 per ton.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Dec 1-25 palm oil exports fell 15.5 percent to 1,066,943 tons compared to 1,166,676 tons in corresponding period last month. Top buyers were European Union 240,140 tons (293,660 tons), China at 185,691 tons (226,030 tons), India at 81,900 tons (115,900 tons), United States at 48,863 tons (50,970 tons) and Pakistan at 41,000 tons (57,000 tons). Values in brackets are figures of corresponding period last month.
- 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, rise in competing oils and rise in crude oil prices.
- Palm oil end stocks are expected to fall in Malaysia in coming months due to fall in production of palm oil and higher use of palm oil in biodiesel amid slow exports of palm oil from Malaysia.
- Palm oil production is expected to slow in coming months on seasonal downtrend of production and fall in production due to lower use of fertilizers and fall in production due to unusual haze due to burning of forests in Indonesia to clear it for palm plantation.
- Palm oil exports are expected to remain slow in Dec-Jan from Malaysia due to seasonal slowdown of exports due to winters. Exports of palm oil will remain slow to India while it will rise to China on demand ahead of Chinese New Year. Exports of palm oil is expected to slow to India from Malaysia in Dec due to India-Malaysia dispute over Kashmir. Exports are expected to pick up from Jan from Malaysia due to reduction of palm oil import duty by India which will reduce import duty differential between CPO and RBD palmolein from 11 percent to 7.5 percent.
Palm oil imports by China is expected to remain firm in coming months on stocking ahead of Chinese New Year and lower production of soy oil in China will lead to higher imports palm oil to the country.
However, palm oil prices are capped by appreciation of ringgit which makes palm uncompetitive compared to other oils. Rise in oils like soy oil CBOT and RBD palmolein China will support palm oil prices.
Rise in crude oil prices are expected to support palm oil prices.
- 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.

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
Jan-20	1.40	939.00	950.00	924.60	937.40	40,480	6470	42750	-1815
Feb-20	-0.80	939.00	948.00	925.80	934.40	32,000	7735	48690	460

Prices & Vol-OI are at 5:30 PM

Spread	Jan-20	Feb-20
Spot	-12.40	
Jan-20		-3.00
Feb-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Dec-19	21.00	785.70	810.30	770.70	801.00	1284	547	2345	221
Jan-20	14.10	793.60	817.80	776.90	801.30	3624	1945	4613	-651

Spread
Dec-19
Jan-20
Spot
-14.5
Dec-19
8.3
Jan-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	0.36	34.36	34.89	34.36	34.74
15-Mar	0.35	34.64	35.18	34.64	35.02
15-May	0.34	34.92	35.45	34.92	35.29
15-Jul	0.34	35.2	35.74	35.2	35.59
15-Aug	0.41	35.29	35.76	35.29	35.71

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	68	3010	3058	3006	3037
15-Feb	74	3040	3103	3027	3078
15-Mar	67	3036	3103	3024	3072
15-Apr	69	3010	3083	3006	3057

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/12/2019	6.99	13954	4.127	59.80	71.35	4.06	97.19	61.85

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Dec-19	27-Dec-19	
Refined Soybean Oil	Indore	935	925	10
	Indore (Soy Solvent Crude)	885	880	5
	Mumbai	930	935	-5
	Mumbai (Soy Degum)	905	895	10
	Kandla/Mundra	925	930	-5
	Kandla/Mundra (Soy Degum)	908	895	13
	Kolkata	935	935	Unch
	Delhi	964	964	Unch
	Nagpur	920	920	Unch
	Rajkot	930	930	Unch
	Kota	950	960	-10
	Hyderabad	Unq	Unq	-

	Akola	925	925	Unch
	Amrawati	925	925	Unch
	Bundi	955	965	-10
	Jalna	907	907	Unch
	Solapur	900	900	Unch
	Dhule	918	918	Unch
Palm Oil*	Kandla (Crude Palm Oil)	835	832	3
	Kandla (RBD Palm oil)	872	866	5
	Kandla RBD Pamolein	908	903	5
	Kakinada (Crude Palm Oil)	840	840	Unch
	Kakinada RBD Pamolein	893	882	11
	Haldia Pamolein	919	882	37
	Chennai RBD Pamolein	903	893	11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	960	949	11
	KPT (krishna patnam) Pamolein	887	882	5
	Mumbai RBD Pamolein	914	908	5
	Mangalore RBD Pamolein	914	903	11
	Tuticorin (RBD Palmolein)	914	898	16
	Delhi	932	932	Unch
	Rajkot	893	887	5
	Hyderabad	875	850	25
	PFAD (Kandla)	583	551	32
	Refined Palm Stearin (Kandla)	840	840	Unch
	Superolien (Kandla)	924	914	11
	Superolien (Mumbai)	935	924	11
* inclusive of GST				
Refined Sunflower Oil	Chennai	920	900	20
	Mumbai	925	930	-5
	Mumbai(Expeller Oil)	890	880	10
	Kandla (Ref.)	925	920	5
	Hyderabad (Ref)	915	915	Unch
	Latur (Expeller Oil)	845	847	-2
	Chellakere (Expeller Oil)	850	852	-2
	Erode (Expeller Oil)	940	940	Unch
Groundnut Oil	Rajkot	1050	1050	Unch
	Chennai	1160	1170	-10
	Delhi	1100	1100	Unch
	Hyderabad *	1200	1160	40
	Mumbai	1155	1155	Unch
	Gondal	1135	1135	Unch

	Jamnagar	1130	1130	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	940	940	Unch
	Jaipur (Kacchi Ghani Oil)	964	960	4
	Kota (Expeller Oil)	940	940	Unch
	Kota (Kacchi Ghani Oil)	960	955	5
	Neewai (Expeller Oil)	940	930	10
	Neewai (Kacchi Ghani Oil)	955	950	5
	Bharatpur (Kacchi Ghani Oil)	975	960	15
	Sri-Ganga Nagar(Exp Oil)	940	940	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	955	955	Unch
	Mumbai (Expeller Oil)	925	920	5
	Kolkata(Expeller Oil)	960	960	Unch
	New Delhi (Expeller Oil)	945	945	Unch
	Hapur (Expeller Oil)	890	890	Unch
	Hapur (Kacchi Ghani Oil)	920	920	Unch
	Agra (Kacchi Ghani Oil)	970	965	5
Refined Cottonseed Oil	Rajkot	900	900	Unch
	Hyderabad	860	860	Unch
	Mumbai	890	880	10
	New Delhi	865	865	Unch
Coconut Oil	Kangayan (Crude)	1375	1365	10
	Cochin	1500	1485	15
Sesame Oil	New Delhi	1500	1500	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	715	715	Unch
Rice Bran Oil (4%)	Punjab	725	725	Unch
Malaysia Palmolein USD/MT	FOB	770	758	12
	CNF India	820	820	Unch
Indonesia CPO USD/MT	FOB	765	755	10
	CNF India	800	800	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	755	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	750	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1115	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	645	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	1090	-
Ukraine Origin CSFO USD/MT Kandla	CIF	863	845	18
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	Unq	-
Argentina FOB (\$/MT)		27-Dec-19	26-Dec-19	Change
Crude Soybean Oil Ship		815	807	8
Refined Soy Oil (Bulk) Ship		844	835	9
Sunflower Oil Ship		775	765	10
Cottonseed Oil Ship		795	787	8
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).

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