



### Domestic Fundamentals:

- Mixed trend are featured in Edible oil complex on Saturday.
- Soy oil and palm oil domestic futures prices declined on demand concerns and fall in international benchmarks. BMD CPO declined on selling pressures. CBOT soy oil improved after buying activities in the market today.
- As per sources, India has reduced the import duty on Crude palm oil from 40% to 37.5% and on refined palm oil from 50% to 45% from January 1, 2020. As a result, duty difference between the imported crude and refined oils comes at 7.5% lower against 10% from previous differences.
- 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 rise 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 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.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-20	+0.15	944.20	947.40	935.40	945	27535	4,325	33435	-6510
Feb-20	+0.32	941.00	946.20	933.20	944	36760	18,035	56820	5015

Prices & Vol-OI are at 5:30 PM

Spread	Jan-20	Feb-20
Spot	5	
Jan-20		6
Feb-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-20	+1.46	810.50	823.00	804.10	821.20	4285	1,627	3881	-527
Feb-20	+1.56	810.00	824.20	805.80	822.8	1105	473	1653	236

**Spread**
**Jan-20**
**Feb-20**
**Spot**

28

**Jan-20**

26

**Feb-20**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	-0.68	35.1	35.1	34.12	34.49
15-Mar	-0.68	35.35	35.4	34.38	34.77
15-May	-0.69	35.58	35.67	34.69	35.06
15-Jul	-0.68	35.98	35.98	34.99	35.36
15-Aug	-0.68	36.00	36.00	35.02	35.37

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	84	3060	-	-	3125
15-Feb	75	3068	2750	-	3141
15-Mar	74	3059	3082	3142	3126
15-Apr	71	3039	3008	3190	3102

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
4/1/2020	6.96	13888.17	4.087	59.79	71.35	4.06	96.83	60.81

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		4-Jan-20	3-Jan-20	
Refined Soybean Oil	Indore	940	945	-5
	Indore (Soy Solvent Crude)	900	910	-10
	Mumbai	950	945	5
	Mumbai (Soy Degum)	900	905	-5
	Kandla/Mundra	950	950	Unch
	Kandla/Mundra (Soy Degum)	907	910	-3
	Kolkata	950	950	Unch
	Delhi	975	975	Unch
	Nagpur	940	940	Unch
	Rajkot	930	930	Unch
	Kota	945	950	-5

	Hyderabad	Unq	Unq	-
	Akola	938	943	-5
	Amrawati	938	942	-4
	Bundi	950	955	-5
	Jalna	932	932	Unch
	Solapur	936	936	Unch
	Dhule	937	937	Unch
<b>Palm Oil*</b>	Kandla (Crude Palm Oil)	865	874	-8
	Kandla (RBD Palm oil)	887	887	Unch
	Kandla RBD Pamolein	929	929	Unch
	Kakinada (Crude Palm Oil)	845	840	5
	Kakinada RBD Pamolein	919	919	Unch
	Haldia Pamolein	919	919	Unch
	Chennai RBD Pamolein	924	924	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	983	983	Unch
	KPT (krishna patnam) Pamolein	919	919	Unch
	Mumbai RBD Pamolein	935	935	Unch
	Mangalore RBD Pamolein	929	935	-5
	Tuticorin (RBD Palmolein)	924	931	-7
	Delhi	960	960	Unch
	Rajkot	919	914	5
	Hyderabad	930	940	-10
	PFAD (Kandla)	588	588	Unch
	Refined Palm Stearin (Kandla)	845	840	5
	Superolien (Kandla)	956	956	Unch
	Superolien (Mumbai)	961	961	Unch
<b>* inclusive of GST</b>				
<b>Refined Sunflower Oil</b>	Chennai	930	930	Unch
	Mumbai	960	960	Unch
	Mumbai(Expeller Oil)	890	890	Unch
	Kandla (Ref.)	950	950	Unch
	Hyderabad (Ref)	925	930	-5
	Latur (Expeller Oil)	875	875	Unch
	Chellakere (Expeller Oil)	880	880	Unch
	Erode (Expeller Oil)	975	970	5
<b>Groundnut Oil</b>	Rajkot	1120	1090	30
	Chennai	1180	1180	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1220	1220	Unch
	Mumbai	1180	1180	Unch



	Gondal	1125	1125	Unch
	Jamnagar	1125	1130	-5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	960	965	-5
	Jaipur (Kacchi Ghani Oil)	978	985	-7
	Kota (Expeller Oil)	945	950	-5
	Kota (Kacchi Ghani Oil)	965	982	-17
	Neewai (Expeller Oil)	937	945	-8
	Neewai (Kacchi Ghani Oil)	957	965	-8
	Bharatpur (Kacchi Ghani Oil)	980	990	-10
	Sri-Ganga Nagar(Exp Oil)	960	960	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	975	975	Unch
	Mumbai (Expeller Oil)	950	950	Unch
	Kolkata(Expeller Oil)	970	970	Unch
	New Delhi (Expeller Oil)	970	970	Unch
	Hapur (Expeller Oil)	890	885	5
	Hapur (Kacchi Ghani Oil)	920	915	5
	Agra (Kacchi Ghani Oil)	985	995	-10
Refined Cottonseed Oil	Rajkot	900	905	-5
	Hyderabad	900	910	-10
	Mumbai	920	920	Unch
	New Delhi	880	880	Unch
Coconut Oil	Kangayan (Crude)	1380	1380	Unch
	Cochin	1500	1500	Unch
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	730	730	Unch
Rice Bran Oil (4%)	Punjab	735	735	Unch
Malaysia Palmolein USD/MT	FOB	790	795	-5
	CNF India	825	845	-20
Indonesia CPO USD/MT	FOB	795	795	Unch
	CNF India	820	830	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Close d	788	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Close d	773	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Close d	1140	-



Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Close d	670	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Close d	1095	-
Ukraine Origin CSFO USD/MT Kandla	CIF	880	880	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Close d	860	-
Argentina FOB (\$/MT)		3-Jan-20	2-Jan-20	Change
Crude Soybean Oil Ship		826	834	-8
Refined Soy Oil (Bulk) Ship		855	863	-8
Sunflower Oil Ship		785	780	5
Cottonseed Oil Ship		806	814	-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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