

**Domestic Fundamentals:**

- Steady to weak tone are seen in Edible oil complex on Monday on demand concern.
- Soy oil and palm oil domestic futures prices declined on demand concerns and fall in international benchmarks. BMD CPO and Soyoil declined on selling pressures.
- 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	-2.08	933.60	933.60	905.40	914	24055	8,235	24680	-7040
Feb-20	-1.85	929.60	931.40	903.40	914	46440	22,055	49215	-4070

Prices & Vol-OI are at 5:30 PM

Spread	Jan-20	Feb-20
Spot	16	
Jan-20		16
Feb-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-20	-2.00	809.20	812.70	782.40	797.3	4473	2,553	3648	-19582
Feb-20	-2.00	810.00	814.60	785.30	800.6	2235	-659	2156	-1764

**Spread**
**Jan-20**
**Feb-20**
**Spot**
**63**
**Jan-20**
**59**
**Feb-20**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Jan	-0.16	35.08	35.12	34.5	34.81
15-Mar	-0.16	35.28	35.4	34.75	35.08
15-May	-0.15	35.56	35.67	35.05	35.37
15-Jul	-0.13	35.82	35.95	35.35	35.67
15-Aug	-0.11	35.88	35.98	35.4	35.71

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jan	-50	3060	-	-	3060
15-Feb	-72	3140	2750	3250	3054
15-Mar	-72	3133	3035	3050	3044
15-Apr	-62	3115	2930	3135	3036

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
6/1/2020	6.97	13933.71	4.10	59.79	71.82	4.06	96.66	63.27

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		6-Jan-20	4-Jan-20	
Refined Soybean Oil	Indore	930	940	-10
	Indore (Soy Solvent Crude)	885	900	-15
	Mumbai	950	950	Unch
	Mumbai (Soy Degum)	900	900	Unch
	Kandla/Mundra	945	950	-5
	Kandla/Mundra (Soy Degum)	905	907	-2
	Kolkata	945	950	-5
	Delhi	985	975	10
	Nagpur	940	940	Unch
	Rajkot	930	930	Unch
	Kota	940	945	-5

	Hyderabad	Unq	Unq	-
	Akola	938	938	Unch
	Amrawati	953	938	15
	Bundi	945	950	-5
	Jalna	932	932	Unch
	Solapur	936	936	Unch
	Dhule	937	937	Unch
Palm Oil*	Kandla (Crude Palm Oil)	860	865	-5
	Kandla (RBD Palm oil)	882	887	-5
	Kandla RBD Pamolein	929	929	Unch
	Kakinada (Crude Palm Oil)	845	845	Unch
	Kakinada RBD Pamolein	914	919	-5
	Haldia Pamolein	914	919	-5
	Chennai RBD Pamolein	919	924	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	980	983	-3
	KPT (krishna patnam) Pamolein	914	919	-5
	Mumbai RBD Pamolein	929	935	-5
	Mangalore RBD Pamolein	924	929	-5
	Tuticorin (RBD Palmolein)	924	924	Unch
	Delhi	954	960	-6
	Rajkot	914	919	-5
	Hyderabad	930	930	Unch
	PFAD (Kandla)	588	588	Unch
	Refined Palm Stearin (Kandla)	845	845	Unch
	Superolien (Kandla)	956	956	Unch
	Superolien (Mumbai)	961	961	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	930	930	Unch
	Mumbai	960	960	Unch
	Mumbai(Expeller Oil)	890	890	Unch
	Kandla (Ref.)	950	950	Unch
	Hyderabad (Ref)	925	925	Unch
	Latur (Expeller Oil)	875	875	Unch
	Chellakere (Expeller Oil)	880	880	Unch
	Erode (Expeller Oil)	975	975	Unch
Groundnut Oil	Rajkot	1100	1120	-20
	Chennai	1150	1180	-30
	Delhi	1100	1100	Unch
	Hyderabad *	1220	1220	Unch
	Mumbai	1180	1180	Unch



	Gondal	1100	1125	-25
	Jamnagar	1100	1125	-25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	960	960	Unch
	Jaipur (Kacchi Ghani Oil)	978	978	Unch
	Kota (Expeller Oil)	940	945	-5
	Kota (Kacchi Ghani Oil)	965	965	Unch
	Neewai (Expeller Oil)	935	937	-2
	Neewai (Kacchi Ghani Oil)	950	957	-7
	Bharatpur (Kacchi Ghani Oil)	960	980	-20
	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)	980	970	10
	New Delhi (Expeller Oil)	950	970	-20
	Hapur (Expeller Oil)	880	890	-10
	Hapur (Kacchi Ghani Oil)	910	920	-10
	Agra (Kacchi Ghani Oil)	965	985	-20
Refined Cottonseed Oil	Rajkot	900	900	Unch
	Hyderabad	880	900	-20
	Mumbai	920	920	Unch
	New Delhi	863	880	-17
Coconut Oil	Kangayan (Crude)	1360	1380	-20
	Cochin	1500	1500	Unch
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	723	730	-7
Rice Bran Oil (4%)	Punjab	735	735	Unch
Malaysia Palmolein USD/MT	FOB	790	790	Unch
	CNF India	825	825	Unch
Indonesia CPO USD/MT	FOB	793	795	-2
	CNF India	820	820	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	785	Close d	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	768	Close d	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1120	Close d	-



Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	670	Close d	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Close d	-
Ukraine Origin CSFO USD/MT Kandla	CIF	880	880	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	880	Close d	-
Argentina FOB (\$/MT)		4-Jan-20	3-Jan-20	Change
Crude Soybean Oil Ship		Close d	826	-
Refined Soy Oil (Bulk) Ship		Close d	855	-
Sunflower Oil Ship		Close d	785	-
Cottonseed Oil Ship		Close d	806	-
Refined Linseed Oil (Bulk) Ship		Close d	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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