

Domestic Fundamentals:

- Edible oil complex featured mixed tone at various market centers on Saturday.
- Soy oil and palm oil domestic futures prices fell on fall in international benchmarks and weak demand concerns. BMD CPO fell on weak demand concerns and CBOT soy oil fell as US-China trade optimism faded.
- According to Solvent Extractors Association (SEA), India's December edible oil imports fell 3.41 percent y-o-y to 11.07 lakh tons from 11.46 lakh tons in Dec 2018. Palm oil imports in Dec fell 8.62 percent y-o-y to 7.42 lakh tons from 8.12 lakh tons in Dec 2018. CPO imports fell 5.67 percent in Dec y-o-y to 6.32 lakh tons from 6.70 lakh tons in Dec 2018. RBD palmolein imports fell by 27.48 percent in Dec y-o-y to 0.95 lakh tons from 1.31 lakh tons in Dec 2018. Soy oil imports rose 97.65 percent in Dec y-o-y to 1.68 lakh tons from 0.85 lakh tons in Dec 2018. Sunflower oil imports fell 16.1 percent y-o-y in Dec to 1.98 lakh tons from 2.36 lakh tons in Dec 2018. Rapeseed (canola) oil imports in Dec was zero compared to zero imports in Dec 2018.
- According to Solvent Extractors Association (SEA), India's December edible oil stocks at ports and pipelines fell 9.0 percent m-o-m to 13.75 lakh tons from 15.11 lakh tons in November 2019. Stocks of edible oil at ports in December fell to 860,000 tons (CPO 430,000 tons, RBD Palmolein 180,000 tons, Degummed Soybean Oil 135,000 tons and Crude Sunflower Oil 115,000 ton) and about 515,000 tons in pipelines. (Stocks at ports were 881,000 tons and in pipelines were 590,000 tons in November 2019). India is presently holding 22 days of edible oil requirement on 1st Jan, 2020 at 13.75 lakh tons compared to 24 days of requirements last month at 15.11 lakh tons last month. India held 20.25 lakh tons of stocks in ports and pipelines on 1st Jan 2019. India's monthly edible oil requirement is 19.0 lakh tons.
- Palm oil prices are expected to be supported by fall in end stocks of palm oil in Malaysia, fall in production of palm oil in Malaysia, rise in exports of palm oil from Malaysia and Indonesia, higher use of palm oil in biodiesel in Malaysia and Indonesia, flood conditions in Indonesia and Malaysia, rise in competing oils and rise in crude oil prices. Palm oil end stocks fell in Malaysia in Dec on big fall in production and slow fall in exports to reach 2 MMT from 2.2 MMT. Palm oil end stocks are expected to fall further in Jan due to fall in production and rise in exports. Production is expected to fall in Malaysia and Indonesia due to seasonal fall in production, adverse effect of haze which occurred last year and lower use of fertilizers in first half of 2019 due to lower prices. Production of Malaysia is expected to fall in Malaysia in 2020 compared to 2019 due to above adverse factors. Production of palm oil is expected to rise modestly in Indonesia in 2020 due to maturing trees despite adverse factors. Stocks of palm oil is expected to fall in Indonesia in coming months due to seasonally weak production and surge in use of biodiesel. Exports of palm oil is expected to remain firm from Malaysia due to higher demand from China and EU despite weak demand from India. Import demand of palm oil is expected to rise from China due to lower supply of soy oil in the country due to lower imports if soybean on fall in swine count due to deadly swine flu cutting half breed of swine in China. Imports from India is expected to remain benign due India placing RBD palmolein imports to restricted list from free thereby ending OGL of RBD palmolein. Further India has asked its importers to refrain from buying palm oil from Malaysia due to Malaysia's stand on CAA and Kashmir issue. This will lead to surge in imports of CPO from Indonesia.

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

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-20	-6.20	909.80	909.80	898.00	904.00	850	-3660	4730	-550
Feb-20	-5.40	890.20	893.00	871.20	883.80	35,995	-5665	56840	-1920

Prices & Vol-OI are at 5:30 PM

Spread	Jan-20	Feb-20
Spot	16.00	
Jan-20		-20.20
Feb-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-20	-9.30	793.30	802.40	775.10	788.70	2492	338	3653	61
Feb-20	-7.40	789.00	797.00	773.10	785.10	2559	236	3913	446

Spread	Jan-20	Feb-20
Spot	20.3	
Jan-20		-3.6
Feb-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	-0.16	33.1	33.19	32.82	32.87
15-May	-0.16	33.42	33.51	33.15	33.21
15-Jul	-0.17	33.82	33.88	33.52	33.57
15-Aug	-0.15	33.86	33.97	33.62	33.67
15-Sep	-0.17	34	34	33.73	33.73

-0.22

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/1/2020	6.86	13648	4.054	59.88	70.90	4.19	97.18	58.91

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Feb	-43	2978	2983	2908	2925
15-Mar	-38	2926	2936	2857	2885
15-Apr	-43	2888	2902	2816	2843
15-Jun	-42	2855	2865	2779	2806

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Jan-20	17-Jan-20	
Refined Soybean Oil	Indore	920	920	Unch
	Indore (Soy Solvent Crude)	870	870	Unch
	Mumbai	930	905	25
	Mumbai (Soy Degum)	880	885	-5
	Kandla/Mundra	920	920	Unch
	Kandla/Mundra (Soy Degum)	865	870	-5
	Kolkata	925	925	Unch
	Delhi	945	945	Unch
	Nagpur	922	922	Unch
	Rajkot	880	890	-10
Kota	900	910	-10	

	Hyderabad	Unq	Unq	-
	Akola	925	925	Unch
	Amrawati	925	925	Unch
	Bundi	905	915	-10
	Jalna	923	923	Unch
	Solapur	900	900	Unch
	Dhule	923	923	Unch
	Kandla (Crude Palm Oil)	835	848	-14
	Kandla (RBD Palm oil)	894	887	6
	Kandla RBD Pamolein	903	903	Unch
	Kakinada (Crude Palm Oil)	845	830	16
	Kakinada RBD Pamolein	908	914	-5
	Haldia Pamolein	924	919	5
	Chennai RBD Pamolein	924	919	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	977	973	3
	KPT (krishna patnam) Pamolein	908	914	-5
	Mumbai RBD Pamolein	929	914	16
	Mangalore RBD Pamolein	924	919	5
	Tuticorin (RBD Palmolein)	945	945	Unch
	Delhi	925	925	Unch
	Rajkot	893	898	-5
	Hyderabad	930	930	Unch
	PFAD (Kandla)	546	578	-32
	Refined Palm Stearin (Kandla)	845	830	16
	Superolien (Kandla)	924	924	Unch
	Superolien (Mumbai)	945	945	Unch
* inclusive of GST				
	Chennai	930	940	-10
	Mumbai	920	920	Unch
	Mumbai(Expeller Oil)	880	880	Unch
	Kandla (Ref.)	920	925	-5
	Hyderabad (Ref)	930	938	-8
	Latur (Expeller Oil)	870	880	-10
	Chellakere (Expeller Oil)	880	885	-5
	Erode (Expeller Oil)	Closed	Closed	-
	Rajkot	1050	1100	-50
	Chennai	1130	1130	Unch
	Delhi	1100	1100	Unch
	Hyderabad *	1200	1200	Unch
	Mumbai	1140	1140	Unch

	Gondal	1060	1090	-30
	Jamnagar	1060	1090	-30
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	898	898	Unch
	Jaipur (Kacchi Ghani Oil)	912	915	-3
	Kota (Expeller Oil)	890	910	-20
	Kota (Kacchi Ghani Oil)	910	910	Unch
	Neewai (Expeller Oil)	900	885	15
	Neewai (Kacchi Ghani Oil)	920	900	20
	Bharatpur (Kacchi Ghani Oil)	920	885	35
	Sri-Ganga Nagar(Exp Oil)	875	890	-15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	885	900	-15
	Mumbai (Expeller Oil)	930	930	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch
	New Delhi (Expeller Oil)	900	900	Unch
	Hapur (Expeller Oil)	895	895	Unch
	Hapur (Kacchi Ghani Oil)	925	925	Unch
Agra (Kacchi Ghani Oil)	925	890	35	
Refined Cottonseed Oil	Rajkot	880	880	Unch
	Hyderabad	880	880	Unch
	Mumbai	900	900	Unch
	New Delhi	845	845	Unch
Coconut Oil	Kangayan (Crude)	Closed	Closed	-
	Cochin	1520	1520	Unch
Sesame Oil	New Delhi	1400	1400	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	695	695	Unch
Rice Bran Oil (4%)	Punjab	750	750	Unch
Malaysia Palmolein USD/MT	FOB	758	768	-10
	CNF India	800	800	Unch
Indonesia CPO USD/MT	FOB	775	795	-20
	CNF India	800	810	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	765	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	765	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	1010	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	685	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	Unq	-
Ukraine Origin CSFO USD/MT Kandla	CIF	873	878	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	830	-
Argentina FOB (\$/MT)		17-Jan-20	16-Jan-20	Change
Crude Soybean Oil Ship		806	800	6
Refined Soy Oil (Bulk) Ship		834	828	6
Sunflower Oil Ship		795	800	-5
Cottonseed Oil Ship		786	780	6
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
<i>* indicates including GST</i>				

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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