

**Domestic Fundamentals:**

- Edible oil complex featured sideways trend at various markets centers on Tuesday.
- Soy oil refined domestic prices traded down at various locations. Indore prices closed on down tone at Rs 1190 (1200) per 10 Kg. Degum prices at Kandla closed on firm tone at Rs 1165 (1165) per 10Kg at high CNF indicating slow rise in demand. Higher CBOT may support CNF prices. Soy Oil futures Internationally traded down as good rains-soaked soybean crops in Argentina and Brazil. CBOT Soy oil futures traded up on Tuesday. USA exported soybean to China through private channels. Brazil saw rise in prices of Soybean amid worry over dry weather, low supply and dollar appreciation. Values in brackets are figures of yesterday.
- CPO domestic prices quoted down at Rs 1073(1083) per 10 Kg at Kandla and at India East coast. CNF prices were quoted down at Rs 1080 (1085) per 10Kg. Palmolein prices traded down at various locations in India on slow rise in demand. Reduction in CPO import duty and increase in demand as restrictions are lifting in phases are favoring palm oil futures. Higher BMD palm oil will support India CNF. CPO Futures followed Soy oil and closed higher in international market. Indonesia increased export duty for CPO from USD 3 per ton to USD 33 per ton. Slashed CPO import duty by Indian Government favored the International market and prices recovered after a week dip of prices. Thomas Mielke, CEO of *Oil World* expects CPO's discounts over Soy oil to narrow for long term, making demand shift to Soy oil. If markets of palm oil will fall, the fall will be limited to the above quoted conditions. Values in brackets are figures of yesterday.
- Sunflower Oil prices quoted down at Rs 1380 (1400) per 10 Kg at Chennai market. Demand is rising slowly. Price is high due to tight supply and price rise in international market. Rise in price of competing oils may support sunflower oil price. Values in brackets are figures of yesterday.
- Rapeseed oil prices showed down trend at various locations. Demand slowed down after Diwali whereas supply side is also low. Nafed is releasing supply slowing to fulfill for lean months. Prices are expected to show firm tone in coming days on fall in stocks of rapeseed oil in Indian markets.
- According to SOPA, India's last year Soymeal export rose nearly three times to 2.68 lakh tonnes during December last year. Brazil and Argentina's Soybean production is expected to decline this year due to unfavorable weather conditions. There is huge opportunity for India to increase business in these times.
- USDA Attaché projected Brazil's 2020/21 Soybean sown area at 38.5 mln Ha and Soybean crop yields at 131.5 MMT. Dry weather conditions prevailing in Brazil has pressurized crops but it's still too early to re-assess crop yield. Export is forecasted at 85 MMT. China has huge demand for Brazilian Soy Stocks.
- USDA Attaché projected Argentina's 2020/21 Soybean crops lowered to 50MMT and Sunflower seed to 2.9 MMT. Dry weather conditions prevailing in Argentina has pressurized crops as soil moisture is not significant for crop growth. Groundnut production is projected slightly high to 1.35 MMT due to higher sown area.
- The Malaysian Palm Oil Board's website, the Royal Malaysian Customs Department in a circular notified to raised CPO Export Tax to 8% effective from January 2021 as CPO futures touches new highs. Malaysian Government raised the export tax after Indonesia's government increased its palm oil export levy recently. Malaysia's export tax will work out at \$68/Tons, based on reference price set by Malaysian Government.
- According to United States Department of Agriculture (USDA) January estimate, U.S 2020/21 ending stocks of soy oil estimate has been decreased to 1,814 million lbs compared to 1,889million lbs in December estimate. Opening stocks are kept unchanged to 1,849 million lbs in 2020/21. Production of soy oil in 2020/21 increased to 25,565 million lbs compared to 25,440 million lbs in previous estimate. Imports in 2020/21 are kept unchanged at 350 million lbs. Biodiesel use in 2020/21 increased to 8,200 million lbs compared to 8,100 million lbs in previous estimate. Food, feed and other industrial use in 2020/21 increased to 15,000 million lbs compared to 14,900 million lbs in previous estimate. Exports in 2020/21 is kept unchanged at 2,750 million lbs. Average price range estimate of 2020/21 is raised to 368.50 cents/lbs from 36.00 cents/lbs in its earlier estimate.
- The U.S. Department of Agriculture monthly supply and demand report for the month of January forecasts U.S. 2020/21 soybean stocks at 140 million bushels compared to 175 million bushels in its December estimate. Opening stocks in 2020/21 increased to 525 million bushels compared to 523 million bushels in previous estimate. Soybean production in 2020/21 decreased to 4,135 million bushels compared to 4,170 million bushels in previous estimate. U.S. soybean exports estimate in 2020/21 increased to 2,230 million bushels compared to 2,200 million bushels in previous estimate. Imports estimate in 2020/21 increased to 35 million bushels compared to 15 million bushels in previous estimate. Crush in 2020/21 increased to 2,200 million bushels compared to 2,195 million bushels. Seed use in 2020/21 has been kept unchanged at 130 million bushels. Residual use in 2020/21 decreased to 22 million bushels compared to 35 million bushels. Average price range in 2020/21 is increased to 11.15 cents/bushel compared to 10.55 cents/bushel in its earlier estimate.

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



NSE CDSO Futures

	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
11- Jan	-23.00	1143.60	1143.60	1126.50	1126.50	102	0	26	-7
11- Feb	8.20	1131.50	1131.60	1130.30	1130.30	4	-138	13	2

Prices & Vol. Close at 5:30 PM

Spread

Dec-20

Jan-20

Spot

Jan-30

29.5

Feb-30

3.8

NCDEX SOY Futures

	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
11- Jan	4.10	1166.00	1179.90	1166.00	1173.50	6,720	-5050	21290	-2405
11- Feb	5.40	1155.20	1168.40	1155.20	1163.70	31,065	5735	34065	-1025

Prices & Vol. Close at 5:30 PM

Spread

Dec-20

Jan-20

Spot

Jan-20

16.50

Feb-20

-9.80

MCX CPO Futures

	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
11- Jan	1.30	979.00	989.90	976.80	984.20	2319	199	4235	-135
11- Feb	-1.80	979.40	989.30	975.90	980.30	1535	306	3309	-142

Spread	Nov-20	Dec-20
Spot		
Jan-30	88.8	
Feb-30		-3.9

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jan	0.89	43.62	44.02	43.62	44.02
Mar	0.41	42.65	43.43	42.58	43.05
May	0.40	42.37	43.11	42.32	42.74
Jul	0.40	42.30	42.88	42.14	42.53
Aug	0.28	41.59	42.23	41.51	41.87

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jan	50.0	3930	3930	3930	3930
Feb	12.0	3873	3882	3850	3856
Mar	27.0	3727	3740	3713	3722
Apr	39.0	3610	3622	3600	3610

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/01/2021	6.46	14,072.27	4.05	85.97	73.39	5.32	89.96	53.90

Edible Oil Prices at key Markets:

Commodity	Centre	Prices (Per 10 Kg)		Change
		12-Jan-21	11-Jan-21	
Refined Soybean Oil	Indore	1190	1200	-10
	Indore (Soy Solvent Crude)	1140	1130	10
	Mumbai	1250	1260	-10
	Mumbai (Soy Degum)	1170	1210	-40
	Kandla/Mundra	1180	1230	-50
	Kandla/Mundra (Soy Degum)	1165	1165	Unch
	Kolkata	1230	1240	-10
	Delhi	1255	1255	Unch
	Nagpur	1190	1185	5
	Rajkot	1200	1200	Unch
	Kota	1190	1200	-10
	Hyderabad	NA	NA	-
	Akola	1210	1205	5
	Amrawati	1195	1190	5
	Bundi	1200	1210	-10
	Jalna	1180	1175	5

	Solapur	1175	1170	5
	Dhule	1170	1165	5
	Nanded	1172	1167	5
	Latur	1180	1195	-15
	Argentina Crude Soya (CIF India) USD	1130	1144	-14
	Argentina Crude Soya (FOB)	1085	1098	-13
	Soya Oil(Rot.)(Euro/MT FOB) (1000) GMT	935	945	-10
Palm Oil*	Kandla (Crude Palm Oil)	1073	1083	-10
	Kandla (RBD Palm oil)	1060	1060	Unch
	Kandla RBD Pamolein	1080	1090	-10
	Kakinada (Crude Palm Oil)	1000	1010	-10
	Kakinada RBD Pamolein	1095	1095	Unch
	Haldia Pamolein	1120	1130	-10
	Chennai RBD Pamolein	1100	1100	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1154	1154	Unch
	Krishnapattanam RBD Pamolein	1100	1100	Unch
	Mumbai RBD Pamolein	1110	1120	-10
	Mangalore RBD Pamolein	1110	1120	-10
	Tuticorin (RBD Palmolein)	1090	1105	-15
	Mumbai (Refined)	1110	1110	Unch
	Rajkot (Refined)	1100	1110	-10
	Chennai (Refined)	1100	1115	-15
	Hyderabad (Refined)	1100	1105	-5
	Delhi (Refined)	1155	1155	Unch
	PFAD (Kandla)	700	710	-10
	RPS (Kandla)	825	825	Unch
	Superolien (Kandla)	1100	1100	Unch
	Superolien (Mumbai)	1130	1130	Unch
	Kochi (RBD Palmolein)	#VALUE !	1115	-
	Krishnapattanam (Crude Palm Oil)	1000	1010	-10
	Mumbai (Crude Palm Oil)	1090	1100	-10
	Kolkata (Crude Palm Oil)	1025	1025	Unch
	Palm Kernel Oil (1000) GMT	1425	1430	-5
Refined Sunflower Oil	Chennai (Refined)	1380	1400	-20
	Chennai (Crude)	1340	1360	-20
	Mumbai (Refined)	1350	1360	-10
	Mumbai(Expeller Oil)	1320	1350	-30
	Kandla (Refined)	1380	1380	Unch

	Hyderabad (Refined)	1365	1390	-25
	Hyderabad (Expeller)	1310	1330	-20
	Latur (Refined)	1385	1385	Unch
	Latur (Expeller Oil)	1315	1315	Unch
	Chellakere (Expeller Oil)	1310	1310	Unch
	Erode (Expeller Oil)	1430	1430	Unch
	Kakinada (Refined)	1350	1370	-20
	Krishna Pattanam (Refined)	1350	1370	-20
	Delhi (Refined)	1320	1310	10
	Sun Oil (Rotterdam)	1295	1320	-25
Groundnut Oil	Rajkot	1390	1400	-10
	Chennai	1420	1400	20
	Delhi	1410	1410	Unch
	Hyderabad *	1420	1430	-10
	Mumbai	1420	1410	10
	Gondal	1380	1380	Unch
	Jamnagar	1400	1400	Unch
	Gujarat GN Telia	2210	2210	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1288	1298	-10
	Jaipur (Kacchi Ghani Oil)	1315	1325	-10
	Kota (Expeller Oil)	1250	1280	-30
	Kota (Kacchi Ghani Oil)	1300	1315	-15
	Neewai (Expeller Oil)	1265	1275	-10
	Neewai (Kacchi Ghani Oil)	1295	1305	-10
	Bharatpur (Kacchi Ghani Oil)	1270	1290	-20
	Sri-Ganga Nagar(Exp Oil)	1275	1285	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1305	1315	-10
	Mumbai (Expeller Oil)	1290	1290	Unch
	Kolkata(Expeller Oil)	1330	1330	Unch
	New Delhi (Expeller Oil)	1295	1295	Unch
	Hapur (Expeller Oil)	1225	1225	Unch
	Hapur (Kacchi Ghani Oil)	1255	1255	Unch
	Agra (Kacchi Ghani Oil)	1275	1295	-20
	Nagpur (Expeller Oil)	1286.66 67	1286.66 67	Unch
Refined Cottonseed Oil	Rajkot	1125	1155	-30
	Hyderabad	1145	1185	-40
	Mumbai	1155	1165	-10
	New Delhi	1125	1125	Unch
	Gujarat Cotton Wash	1100	1100	Unch

Coconut Oil	Kangayan (Crude)	1870	1890	-20
	Cochin	1900	1910	-10
	Coconut Oil(Rot.)(Phil/Indo)	1500	1500	Unch
Vanaspati Oil	Uttar Pradesh	1505	1515	-10
	Kolkata	1450	1450	Unch
	Rajkot	1623	1623	Unch
Sesame Oil	New Delhi	1400	1400	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	NA	NA	-
Rice Bran Oil	New Delhi (40%)	895	895	Unch
	Punjab 4%)	1070	1120	-50
	Bhatinda (Crude 4%)	840	860	-20
	Bhatinda (Refined 4%)	955	975	-20
	Hyderabad (Crude)	900	900	Unch
	Hyderabad (Refined)	1050	1050	Unch
	Kolkata (Crude)	910	940	-30
	Kolkata (Refined)	1060	1105	-45
	Raipur (Crude)	945	945	Unch
	Raipur (Refined)	1130	1130	Unch
	Odisha (Refined)	1120	1120	Unch
	Vijayawada (Refined)	1020	1020	Unch
Malaysia Palmolein USD/MT	FOB	1018	1035	-17
	CNF India	1063	1068	-5
Indonesia CPO USD/MT	FOB	1063	1068	-5
	CNF India	1080	1085	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	1015	1033	-18
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	1000	1008	-8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1510	1535	-25
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	888	893	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	1525	-
Ukraine Origin CSFO USD/MT Kandla	CIF	1340	1340	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	910	905	5
Argentina FOB (\$/MT)		11-Jan-21	9-Jan-21	Change
Crude Soybean Oil Ship		1084	1110	-26
Refined Soy Oil (Bulk) Ship		1122	1149	-27

Sunflower Oil Ship		1236	1236	Unch
Cottonseed Oil Ship		1064	1090	-26
Refined Linseed Oil (Bulk) Ship		NA	NA	-
<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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