

**Domestic Fundamentals:**

- Edible oils featured firm tone in various market centers on Tuesday.
- Domestic soy oil futures and palm oil futures rose on firm demand prospects and rise in international benchmarks. International palm oil futures rose on demand prospects while CBOT soy oil rose on US-China trade talks. Crude oil prices were trading higher on Tuesday and US-China trade talks.
- Palm oil- Palm oil prices are expected to be supported by fall in production of palm oil in Malaysia and Indonesia, rise in imports of palm oil by China and India from Malaysia in December and rise in crude oil prices. Palm oil production is expected to fall in Malaysia in December as data from Malaysia Palm Oil Association (MPOA), showed 1 percent rise in production of palm oil in Malaysia in Dec indicating weak production scenario. End stocks of palm oil will rise slower than estimated which has crossed 3 MMT in Malaysia in Nov. Palm oil end stocks fell in Indonesia in November below 4 MMT due to seasonally higher exports. Exports are expected to show strong start to 2019 with higher demand from India and China. Reduction of palm oil import duty by India especially refined palm oil from Malaysia will support palm oil prices. China is buying more palm oil due to lower production of soy oil in China due to lower imports of soybean in November. Further, China will import more in Dec and Jan on demand ahead of Chinese New Year. India is buying to take advantage of low prices of palm oil and recent appreciation of Rupee has made palm oil cheaper to import. Rise in crude palm oil prices due to OPEC production cut is expected to support palm oil prices.
- Soy oil- Soy oil prices are supported by US-China trade talks, weather disturbances in South America, rise in crude oil prices and weak dollar. US-China trade talks are expected to start from this week and are expected to yield positive results for soybean complex prices. Soy oil traded higher as rains in soybean belts in Argentina adversely affected planting and more rains are expected next week. This will increase basis and support soy oil FOB Argentina prices. Certain areas in soybean belts in Brazil are facing drought situation which will reduce yields and will decrease crop prospects. Around 10 MMT of soybean crop can be lost due to drought. Crude oil prices rose on OPEC production cut and dollar fell on FED interest outlook will support soy oil prices.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO) from Indonesia rose 14.1 percent in November y-o-y to 2.99 MMT from were 2.64 MMT in Nov 2017. Exports of palm oil (CPO and PKO) were fell 4.8 m-o-m in Nov at 2.99 MMT compared to Oct 2018 at 3.14 MMT. Stocks of palm oil in Nov 2018 fell to 3.89 MMT from 4.41 MMT in Oct 2018.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Dec palm oil exports rose 7.9 percent to 1,339,879 tons compared to 1,241,467 tons last month. Top buyers were China at 322,610 tons (171,660 tons), India at 277,010 tons (224,126 tons), European Union 249,669 tons (283,168 tons), United States at 75,550 tons (43,524 tons) and Pakistan at 63,000 tons (34,400 tons). Values in brackets are figures last month.

**Outlook:** Edible oil basket is expected to feature range –bound to firm sentiment in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-19	8.05	751.75	760.00	750.45	758.20	11,670	3110	25490	-3270
Feb-19	3.90	740.60	744.95	740.00	743.65	11,430	-4310	36330	70

Prices & Vol-OI are at 5:30 PM

Spread	Jan-18	Feb-18
Spot	-3.20	11.35
Jan-19		-14.55
Feb-19		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-18	3.20	537.30	540.00	536.00	538.00	599	-179	5182	-34
Feb-19	3.80	542.00	546.50	542.00	544.30	408	-531	4840	59

Spread	Jan-18	Feb-19
Spot	-18.0	-24.3
Jan-19		6.3
Feb-19		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	0.17	28.51	28.7	28.44	28.68
15-May	0.16	28.78	28.97	28.7	28.94
15-Jul	0.16	29.07	29.25	29	29.23
15-Aug	0.15	29.26	29.38	29.16	29.36
15-Sep	0.17	29.42	29.51	29.37	29.51

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jan-19	27	2100	2128	2100	2109
Feb-19	18	2119	2157	2117	2139
Mar-19	18	2151	2197	2151	2178
Apr-19	12	2187	2230	2187	2210

**Forex:**

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
08/01/2019	6.85	14139	4.112	37.30	70.18	3.72	95.76	49.30

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		8-Jan-19	7-Jan-19	
Refined Soybean Oil	Indore	755	755	Unch
	Indore (Soy Solvent Crude)	715	715	Unch
	Mumbai	750	745	5
	Mumbai (Soy Degum)	710	710	Unch
	Kandla/Mundra	735	735	Unch
	Kandla/Mundra (Soy Degum)	710	710	Unch
	Kolkata	810	805	5
	Delhi	785	780	5
	Nagpur	757	754	3
	Rajkot	740	735	5

	Kota	750	750	Unch
	Hyderabad	760	760	Unch
	Akola	759	756	3
	Amrawati	758	755	3
	Bundi	763	763	Unch
	Jalna	756	752	4
	Alwar	Unq	Unq	-
	Solapur	742	737	5
	Dhule	765	762	3
Palm Oil*	Kandla (Crude Palm Oil)	546	544	2
	Kandla (RBD Palm oil)	588	583	5
	Kandla RBD Pamolein	635	635	Unch
	Kakinada (Crude Palm Oil)	557	551	5
	Kakinada RBD Pamolein	637	637	Unch
	Haldia Pamolein	651	651	Unch
	Chennai RBD Pamolein	641	641	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	697	697	Unch
	KPT (krishna patnam) Pamolein	635	635	Unch
	Mumbai RBD Pamolein	646	646	Unch
	Mangalore RBD Pamolein	641	635	5
	Tuticorin (RBD Palmolein)	642	Closed	-
	Delhi	Closed	670	-
	Rajkot	Closed	630	-
	Hyderabad	617	616	1
	PFAD (Kandla)	320	320	Unch
	Refined Palm Stearin (Kandla)	431	420	11
Superolien (Kandla)	683	683	Unch	
Superolien (Mumbai)	697	697	Unch	
* inclusive of GST				
Refined Sunflower Oil	Chennai	765	760	5
	Mumbai	790	790	Unch
	Mumbai(Expeller Oil)	695	695	Unch
	Kandla (Ref.)	770	770	Unch
	Kandla/Mundra (Crude)	Unq	Unq	-
	Hyderabad (Ref)	780	770	10
	Latur (Expeller Oil)	755	755	Unch
	Chellakere (Expeller Oil)	715	710	5
	Erode (Expeller Oil)	795	795	Unch
Groundnut Oil	Rajkot	965	970	-5
	Chennai	980	980	Unch

	Delhi	1000	1000	Unch
	Hyderabad *	965	980	-15
	Mumbai	990	1010	-20
	Gondal	975	975	Unch
	Jamnagar	980	980	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	795	Unch
	Jaipur (Kacchi Ghani Oil)	815	814	1
	Kota (Expeller Oil)	785	785	Unch
	Kota (Kacchi Ghani Oil)	795	795	Unch
	Neewai (Expeller Oil)	790	790	Unch
	Neewai (Kacchi Ghani Oil)	799	799	Unch
	Bharatpur (Kacchi Ghani Oil)	815	815	Unch
	Alwar (Expeller Oil)	Unq	Unq	-
	Alwar (Kacchi Ghani Oil)	Unq	Unq	-
	Sri-Ganga Nagar(Exp Oil)	785	780	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	795	795	Unch
	Mumbai (Expeller Oil)	830	825	5
	Kolkata(Expeller Oil)	950	940	10
	New Delhi (Expeller Oil)	835	835	Unch
	Hapur (Expeller Oil)	895	895	Unch
Hapur (Kacchi Ghani Oil)	935	935	Unch	
Agra (Kacchi Ghani Oil)	820	820	Unch	
Refined Cottonseed Oil	Rajkot	705	700	5
	Hyderabad	710	705	5
	Mumbai	720	718	2
	New Delhi	700	695	5
Coconut Oil	Kangayan (Crude)	1735	1780	-45
	Cochin	1500	1500	Unch
	Trissur	Unq	Unq	-
Sesame Oil	New Delhi	1600	1600	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	620	615	5
Rice Bran Oil (4%)	Punjab	605	605	Unch
Rice Bran Oil (4%)	Uttar Pradesh	Unq	Unq	-
Malaysia Palmolein USD/MT	FOB	528	528	Unch
	CNF India	560	558	2

Indonesia CPO USD/MT	FOB	503	508	-5
	CNF India	535	533	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	518	520	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	515	513	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	880	875	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	365	363	2
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	840	-
Ukraine Origin CSFO USD/MT Kandla	CIF	700	700	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	706	715	-9
<b>Argentina FOB (\$/MT)</b>				
		<b>7-Jan-19</b>	<b>5-Jan-19</b>	<b>Change</b>
Crude Soybean Oil Ship		619	Closed	-
Refined Soy Oil (Bulk) Ship		641	Closed	-
Sunflower Oil Ship		610	Closed	-
Cottonseed Oil Ship		599	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
<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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