

**Domestic Fundamentals:**

- Mixed tone are witnessed in edible oils complex today at various trading centers on Wednesday.
- Domestic soy oil and palm oil future fell on fall in international benchmarks. CBOT soy oil improved on demand. While, BMD CPO fell on trade dispute with EU. Crude oil prices reported higher on Wednesday.
- Palm oil prices are expected to fall on slow fall in stocks of palm oil in Malaysia in coming months due to rise in palm oil production and slow rise exports.  
Palm oil stocks are expected to remain above 3 MMT in March due to rise in palm oil production and slow rise in exports.  
Production is expected to rise in March as MPOA reported 0.8% rise in production in Malaysia in first 20 days of March indicating that production will rise in March while exports of palm oil will remain firm in March due to firm demand from EU, China.  
Demand of palm oil is weak by India from Malaysia due to continuous fall in prices of palm oil, high stocks at ports, negative import parity and weak refining margins.  
Palm oil imports by EU from Malaysia are expected to be hit due to ban of use of palm oil in biodiesel due to rapid deforestation by Malaysia and Indonesia. This may seriously dampen palm oil prices as the trade war between two Southeast Asian palm producers are looking to escalate.  
Palm oil imports by China from Malaysia has risen due to lower imports of soybean due to swine flu and negative crush margins has led to lower crush of soybean leading to lower production of soy oil has led to higher imports if palm oil.
- International soy oil prices are underpinned by rise in stocks of soy oil in US, favorable condition of soybean crop in Argentina, faster rate of harvest of soybean in Brazil and weak demand of soybean from China amid US-China trade talks.  
Soy oil stocks rose in US in Feb as reported by NOPA on weak domestic disappearance despite fall in crush of soybean.  
Soybean crop condition in Argentina has improved on good condition of soybean crop in the country after flooding reduced planted area. Yields will rise as conducive weather booster crop prospected. This has led to fall in basis of soy oil over CBOT and led to fall in FOB prices.  
Soybean crop harvest in Brazil is progressing at rapid which is above last year and 5 year average. This has led to rise in soybean supplies globally and has given additional ammunition to China in trade talks between US and China.  
Demand of soybean has fallen from China as swine flu in China has led to weak demand of soybean.  
US-China trade talks are progressing and exact details are not out yet, but substantial progress has been made in talks and major decision is expected by April after which premiers of both the countries will meet.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Mar 1-25 palm oil exports rose 12.8 percent to 1,260,946 tons compared to 1,121,928 tons in corresponding period last month. Top buyers were India at 279,065 tons (337,101 tons), European Union 266,365 tons (225,225 tons), China at 178,300 tons (98,635 tons), Pakistan at 71,000 tons (48,250 tons) and United States at 42,750 tons (61,335 tons). Values in brackets are figures of corresponding period last month.

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

| Contract                       | +/-          | Open  | High | Low   | Close  | Volume | Volume Change | OI    | OI Change    |
|--------------------------------|--------------|-------|------|-------|--------|--------|---------------|-------|--------------|
| <b>Apr-19</b>                  | <b>-1.10</b> | 734.5 | 735  | 731.5 | 733.75 | 10390  | -500          | 42900 | -5,980       |
| <b>May-19</b>                  | <b>+3.95</b> | 717.4 | 723  | 716.5 | 721.70 | 6940   | -600          | 23860 | <b>3,220</b> |
| Prices & Vol-OI are at 5:30 PM |              |       |      |       |        |        |               |       |              |

| Spread        | Apr-19 | May-19 |
|---------------|--------|--------|
| <b>Spot</b>   | 16.25  |        |
| <b>Apr-19</b> |        | 28     |
| <b>May-19</b> |        |        |

**MCX CPO Futures**

| Contract | +/-   | Open   | High   | Low    | Close  | Volume | Volume Change | OI   | OI Change |
|----------|-------|--------|--------|--------|--------|--------|---------------|------|-----------|
| Mar-19   | +1.80 | 525.70 | 528.50 | 523.00 | 528.10 | 886    | -62           | 3970 | 2,437     |
| Apr-19   | +1.30 | 532.60 | 535.50 | 530.00 | 535    | 708    | 127           | 1762 | -2,190    |

**Spread**
**Mar-19**
**Apr-19**
**Spot**

15

**Mar-19**

8

**Apr-19**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

| Contract | +/-  | Open  | High  | Low   | Close | Contract | +/- | Open | High | Low  | Close |
|----------|------|-------|-------|-------|-------|----------|-----|------|------|------|-------|
| 15-May   | 0.02 | 28.65 | 28.75 | 28.61 | 28.67 | Apr-19   | -6  | 2035 | 2035 | 2007 | 2031  |
| 15-Jul   | 0.01 | 28.97 | 29.07 | 28.94 | 28.99 | May-19   | 1   | 2095 | 2102 | 2069 | 2098  |
| 15-Aug   | 0.01 | 29.11 | 29.15 | 29.09 | 29.12 | June-19  | 3   | 2130 | 2141 | 2109 | 2136  |
| 15-Sep   | 0.01 | 29.27 | 29.35 | 29.25 | 29.28 | July-19  | 7   | 2170 | 2179 | 2153 | 2176  |
| 15-Oct   | 0.02 | 29.44 | 29.44 | 29.41 | 29.44 |          |     |      |      |      |       |

**BMD CPO Futures:**

(Values in MYR/tonnes)

**Forex:**

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|---------------------------|
| 26/03/2019    | 6.72         | 14226             | 4.08              | 43.42          | 69.14        | 3.92           | 96.83        | 59.94                     |

**Edible Oil Prices at Key Market:**

| Commodity           | Centre                     | Prices(Per 10 Kg) |           | Change |
|---------------------|----------------------------|-------------------|-----------|--------|
|                     |                            | 27-Mar-19         | 26-Mar-19 |        |
| Refined Soybean Oil | Indore                     | 750               | 750       | Unch   |
|                     | Indore (Soy Solvent Crude) | 710               | 710       | Unch   |
|                     | Mumbai                     | 750               | 750       | Unch   |
|                     | Mumbai (Soy Degum)         | 695               | 695       | Unch   |
|                     | Kandla/Mundra              | 730               | 735       | -5     |
|                     | Kandla/Mundra (Soy Degum)  | 695               | 700       | -5     |
|                     | Kolkata                    | 748               | 752       | -4     |
|                     | Delhi                      | 765               | 770       | -5     |
|                     | Nagpur                     | 742               | 744       | -2     |
|                     | Rajkot                     | 720               | 725       | -5     |

|                              |  |     |     |      |
|------------------------------|--|-----|-----|------|
|                              | Kota   | 740 | 745 | -5   |
|                              | Hyderabad                                    | 755 | 755 | Unch |
|                              | Akola  | 743 | 745 | -2   |
|                              | Amrawati                                     | 743 | 745 | -2   |
|                              | Bundi  | 750 | 755 | -5   |
|                              | Jalna  | 751 | 753 | -2   |
|                              | Solapur                                      | 752 | 754 | -2   |
|                              | Dhule  | 750 | 752 | -2   |
|                              |  |     |     |      |
| <b>Palm Oil*</b>             | Kandla (Crude Palm Oil)                      | 538 | 543 | -5   |
|                              | Kandla (RBD Palm oil)                        | 578 | 583 | -5   |
|                              | Kandla RBD Pamolein                          | 614 | 622 | -7   |
|                              | Kakinada (Crude Palm Oil)                    | 541 | 541 | Unch |
|                              | Kakinada RBD Pamolein                        | 614 | 617 | -3   |
|                              | Haldia Pamolein                              | 620 | 625 | -5   |
|                              | Chennai RBD Pamolein                         | 620 | 620 | Unch |
|                              | Chennai RBD Pamolein (Vitamin A&D Fortified) | 680 | 683 | -2   |
|                              | KPT (krishna patnam) Pamolein                | 609 | 614 | -5   |
|                              | Mumbai RBD Pamolein                          | 625 | 630 | -5   |
|                              | Mangalore RBD Pamolein                       | 620 | 620 | Unch |
|                              | Tuticorin (RBD Palmolein)                    | 617 | 617 | Unch |
|                              | Delhi  | 650 | 650 | Unch |
|                              | Rajkot                                       | 609 | 609 | Unch |
|                              | Hyderabad                                    | 598 | 590 | 8    |
|                              | PFAD (Kandla)                                | 331 | 331 | Unch |
|                              | Refined Palm Stearin (Kandla)                | 541 | 541 | Unch |
|                              | Superolien (Kandla)                          | 656 | 662 | -5   |
|                              | Superolien (Mumbai)                          | 662 | 667 | -5   |
|                              |  |     |     |      |
| <b>* inclusive of GST</b>    |  |     |     |      |
| <b>Refined Sunflower Oil</b> | Chennai                                      | 750 | 750 | Unch |
|                              | Mumbai                                       | 785 | 785 | Unch |
|                              | Mumbai(Expeller Oil)                         | 715 | 715 | Unch |
|                              | Kandla (Ref.)                                | 770 | 770 | Unch |
|                              | Hyderabad (Ref)                              | 752 | 750 | 2    |
|                              | Latur (Expeller Oil)                         | 775 | 775 | Unch |
|                              | Chellakere (Expeller Oil)                    | 710 | 710 | Unch |
|                              | Erode (Expeller Oil)                         | 810 | 810 | Unch |
|                              |  |     |     |      |
| <b>Groundnut Oil</b>         | Rajkot                                       | 960 | 960 | Unch |
|                              | Chennai                                      | 940 | 940 | Unch |
|                              | Delhi  | 920 | 920 | Unch |
|                              | Hyderabad *                                  | 950 | 950 | Unch |

|  |                                    |        |        |      |
|--|------------------------------------|--------|--------|------|
|  | Mumbai                             | 985    | 985    | Unch |
|  | Gondal                             | Closed | Closed | -    |
|  | Jamnagar                           | Closed | Closed | -    |
|  |                                    |        |        |      |
| Rapeseed Oil/Mustard Oil                     | Jaipur (Expeller Oil)              | 760    | 760    | Unch |
|  | Jaipur (Kacchi Ghani Oil)          | 771    | 768    | 3    |
|  | Kota (Expeller Oil)                | 735    | 735    | Unch |
|  | Kota (Kacchi Ghani Oil)            | 755    | 755    | Unch |
|  | Neewai (Expeller Oil)              | 740    | 740    | Unch |
|  | Neewai (Kacchi Ghani Oil)          | 750    | 750    | Unch |
|  | Bharatpur (Kacchi Ghani Oil)       | 770    | 770    | Unch |
|  | Sri-Ganga Nagar(Exp Oil)           | 745    | 745    | Unch |
|  | Sri-Ganga Nagar (Kacchi Ghani Oil) | 760    | 760    | Unch |
|  | Mumbai (Expeller Oil)              | 765    | 765    | Unch |
|  | Kolkata(Expeller Oil)              | 880    | 880    | Unch |
|  | New Delhi (Expeller Oil)           | 775    | 775    | Unch |
|  | Hapur (Expeller Oil)               | 910    | 910    | Unch |
|  | Hapur (Kacchi Ghani Oil)           | 945    | 945    | Unch |
|  | Agra (Kacchi Ghani Oil)            | 775    | 775    | Unch |
|  |                                    |        |        |      |
| Refined Cottonseed Oil                       | Rajkot                             | 735    | 735    | Unch |
|  | Hyderabad                          | 715    | 715    | Unch |
|  | Mumbai                             | 752    | 752    | Unch |
|  | New Delhi                          | 710    | 710    | Unch |
|  |                                    |        |        |      |
| Coconut Oil                                  | Kangayan (Crude)                   | 1300   | 1300   | Unch |
|  | Cochin                             | 1530   | 1530   | Unch |
|  |                                    |        |        |      |
| Sesame Oil                                   | New Delhi                          | 1700   | 1750   | -50  |
|  | Mumbai                             | Unq    | Unq    | -    |
| Kardi  | Mumbai                             | 880    | 880    | Unch |
| Rice Bran Oil (40%)                          | New Delhi                          | 598    | 598    | Unch |
| Rice Bran Oil (4%)                           | Punjab                             | 605    | 605    | Unch |
|  |                                    |        |        |      |
| Malaysia Palmolein USD/MT                    | FOB                                | 525    | 525    | Unch |
|  | CNF India                          | 553    | 550    | 3    |
| Indonesia CPO USD/MT                         | FOB                                | 500    | 500    | Unch |
|  | CNF India                          | 518    | 518    | Unch |
| RBD Palm oil (Malaysia Origin USD/MT)        | FOB                                | 520    | 520    | Unch |
| RBD Palm Stearin (Malaysia Origin USD/MT)    | FOB                                | 510    | 515    | -5   |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB                                | 700    | 700    | Unch |

|   |           |           |           |        |
|---|-----------|-----------|-----------|--------|
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB       | 473       | 473       | Unch   |
| Crude palm Kernel Oil India (USD/MT)                | CNF India | Unq       | 680       | -      |
| Ukraine Origin CSFO USD/MT Kandla                   | CIF       | 720       | 720       | Unch   |
| Rapeseed Oil Rotterdam Euro/MT                      | FOB       | 707       | 707       | Unch   |
|   |           |           |           |        |
| Argentina FOB (\$/MT)                               |           | 26-Mar-19 | 25-Mar-19 | Change |
| Crude Soybean Oil Ship                              |           | 635       | 640       | -5     |
| Refined Soy Oil (Bulk) Ship                         |           | 657       | 662       | -5     |
| Sunflower Oil Ship                                  |           | 638       | 640       | -2     |
| Cottonseed Oil Ship                                 |           | 615       | 620       | -5     |
| 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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