

Domestic Fundamentals:

- Edible oils featured mixed tone in various edible oils at various trading centers on Friday.
- Domestic soy oil and palm oil future fell on fall in international benchmarks. CPO fell on escalating trade dispute between Indonesia-Malaysia and EU over banning of palm oil biodiesel in EU. CBOT soy oil rebounded on technical buying. Crude oil prices reported higher on Friday.
- 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 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. Banning of palm oil based biodiesel by EU has led to escalation of trade tensions. EU has banned palm oil biodiesel angering both Malaysia and Indonesia which together produce 90 percent of global palm oil. Indonesia has threatened to walk out of Paris climate accord in various efforts to pressurize EU. Palm oil consumption is expected to fall in 2019 for the first time since records were maintained of global demand and supply estimates.
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 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. Harvest has started and is progressing smoothly and weather is conducive for coming days. 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 substantial progress has been reported in talks and major decision is expected by April after which premiers of both the countries will meet.
Rise in crude oil prices are expected to support palm oil prices.

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
Apr-19	-0.35	732.20	732.30	729.30	731.25	10,600	3880	32480	-6690
May-19	-0.55	717.50	717.80	715.60	716.30	4,410	1960	29140	2890
Prices & Vol-OI are at 5:30 PM									

Spread	Apr-19	May-19
Spot	8.75	23.70
Apr-19		-14.95
May-19		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-19	0.50	515.60	516.80	515.60	516.60	382	-71	473	-402
Apr-19	-2.40	527.90	527.90	524.60	525.00	660	104	4063	16

Spread	Mar-19	Apr-19
Spot	-1.6	-10
Mar-19		8.4
Apr-19		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-May	0.02	28.62	28.72	28.54	28.65
15-Jul	0.01	28.96	29.04	28.86	28.97
15-Aug	0.02	29.09	29.17	29.04	29.11
15-Sep	-0.01	29.26	29.26	29.19	29.25
15-Oct	0.05	29.41	29.46	29.33	29.46

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-Jul	-13	2000	2000	1994	2001
15-Aug	-11	2065	2075	2059	2071
15-Sep	-17	2102	2112	2095	2106
15-Oct	-18	2145	2150	2136	2146

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
29/03/2019	6.71	14241	4.082	43.62	69.33	3.90	97.15	60.10

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		29-Mar-19	28-Mar-19	
Refined Soybean Oil	Indore	740	747	-7
	Indore (Soy Solvent Crude)	700	705	-5
	Mumbai	740	745	-5
	Mumbai (Soy Degum)	695	695	Unch
	Kandla/Mundra	720	730	-10
	Kandla/Mundra (Soy Degum)	690	690	Unch
	Kolkata	745	746	-1
	Delhi	765	765	Unch
	Nagpur	738	739	-1
	Rajkot	720	720	Unch

	Kota	740	740	Unch
	Hyderabad	755	755	Unch
	Akola	740	741	-1
	Amrawati	740	741	-1
	Bundi	750	750	Unch
	Jalna	744	748	-4
	Solapur	748	748	Unch
	Dhule	746	747	-1
Palm Oil*	Kandla (Crude Palm Oil)	541	541	Unch
	Kandla (RBD Palm oil)	578	578	Unch
	Kandla RBD Pamolein	614	614	Unch
	Kakinada (Crude Palm Oil)	544	541	3
	Kakinada RBD Pamolein	614	614	Unch
	Haldia Pamolein	622	622	Unch
	Chennai RBD Pamolein	620	620	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	680	680	Unch
	KPT (krishna patnam) Pamolein	620	609	11
	Mumbai RBD Pamolein	625	625	Unch
	Mangalore RBD Pamolein	620	620	Unch
	Tuticorin (RBD Palmolein)	617	617	Unch
	Delhi	655	650	5
	Rajkot	614	609	5
	Hyderabad	598	598	Unch
	PFAD (Kandla)	336	336	Unch
	Refined Palm Stearin (Kandla)	544	541	3
	Superolien (Kandla)	656	656	Unch
	Superolien (Mumbai)	662	662	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	750	750	Unch
	Mumbai	785	785	Unch
	Mumbai(Expeller Oil)	710	710	Unch
	Kandla (Ref.)	765	770	-5
	Hyderabad (Ref)	750	752	-2
	Latur (Expeller Oil)	775	775	Unch
	Chellakere (Expeller Oil)	710	710	Unch
	Erode (Expeller Oil)	805	810	-5
Groundnut Oil	Rajkot	950	950	Unch
	Chennai	940	940	Unch
	Delhi	920	920	Unch
	Hyderabad *	950	950	Unch

	Mumbai	980	985	-5
	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	755	755	Unch
	Jaipur (Kacchi Ghani Oil)	774	772	2
	Kota (Expeller Oil)	735	735	Unch
	Kota (Kacchi Ghani Oil)	750	750	Unch
	Neewai (Expeller Oil)	740	740	Unch
	Neewai (Kacchi Ghani Oil)	750	750	Unch
	Bharatpur (Kacchi Ghani Oil)	780	770	10
	Sri-Ganga Nagar(Exp Oil)	740	740	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	755	755	Unch
	Mumbai (Expeller Oil)	760	760	Unch
	Kolkata(Expeller Oil)	900	880	20
	New Delhi (Expeller Oil)	785	780	5
	Hapur (Expeller Oil)	915	915	Unch
	Hapur (Kacchi Ghani Oil)	950	950	Unch
	Agra (Kacchi Ghani Oil)	785	775	10
Refined Cottonseed Oil	Rajkot	725	730	-5
	Hyderabad	710	715	-5
	Mumbai	740	750	-10
	New Delhi	705	710	-5
Coconut Oil	Kangayan (Crude)	1300	1300	Unch
	Cochin	1510	1520	-10
Sesame Oil	New Delhi	1700	1700	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	880	880	Unch
Rice Bran Oil (40%)	New Delhi	600	600	Unch
Rice Bran Oil (4%)	Punjab	605	605	Unch
Malaysia Palmolein USD/MT	FOB	523	528	-5
	CNF India	550	553	-3
Indonesia CPO USD/MT	FOB	495	500	-5
	CNF India	515	518	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	518	520	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	505	510	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	690	705	-15

Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	465	468	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	680	-
Ukraine Origin CSFO USD/MT Kandla	CIF	708	708	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	715	-
Argentina FOB (\$/MT)		28-Mar-19	27-Mar-19	Change
Crude Soybean Oil Ship		630	630	Unch
Refined Soy Oil (Bulk) Ship		652	652	Unch
Sunflower Oil Ship		635	635	Unch
Cottonseed Oil Ship		610	610	Unch
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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