

**Domestic Fundamentals:**

- Edible oil complex featured weak tone in various markets centers on Saturday.
- Soy oil domestic futures fell on fall in international benchmarks. BMD CPO and CBOT soy oil fell on global selloff triggered by coronavirus worries and concerns of weak demand from China.
- Palm oil prices are expected to be underpinned by expectation of rise in end stocks of palm oil in Malaysia, fall in exports of palm oil from Malaysia, weak Indian demand and fall in competing oils.  
Palm oil end stocks in Malaysia are expected to rise after steep fall noted in Jan. Stocks of palm oil in Malaysia are expected to rise on improvement in prosecution of palm oil and slowdown of exports from Malaysia.  
Palm oil production in Malaysia is expected to rise on seasonal uptrend of production and exit from weak production cycle.  
Palm oil showed surprise rise in Feb from Malaysia on demand from EU other destinations. Demand from India has collapsed and Chinese demand has slowed due to outbreak of coronavirus. However, palm oil exports from Malaysia is going to slow due to weak demand from China.  
However, higher use of palm oil in biodiesel in Malaysia and Indonesia is expected to limit losses.  
Imports from India is expected to remain benign due India placing RBD palmolein imports to restricted list. Higher export duty on CPO by Malaysia will slow CPO demand from India. Further, Indian government advisory to importers to slow purchase from Malaysia will slow exports of CPO from Malaysia.  
However, exports of palm oil from Malaysia and Indonesia may rise on steep fall in prices if palm oil in last one month. Stocks of palm oil is expected to fall in Indonesia in coming months due to seasonally weak production and surge in use of biodiesel.  
Further, higher use of biodiesel in Malaysia is expected to stimulate demand in coming months.  
Ringgit has depreciated below 4.15 USD thereby making palm oil competitive compared to competing oils. Further, palm oil prices may be supported by rise in prices of crude oil.
- Soy oil international prices are expected to stay weak due to spread of coronavirus globally, weak demand of soybean from China, rise in stocks of soy oil in US and higher production of soybean in Brazil and Argentina.  
Soybean demand from China is uncertain in coming days given the condition of coronavirus. Demand of meat products has collapsed due that slowing demand of soy products and due to lower swine count caused by swine flu in 2109.  
Soy oil stocks rose in US in Jan on rise in crush of soybean and lower domestic disappearance. Lower domestic disappearance is due to weak biodiesel demand in the country despite higher Food, Feed and Industrial use.  
Bumper soybean crop in Brazil due to record planted area and yields due to good growing conditions.  
Soybean crop in Argentina is in good condition and yields are expected to be higher.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Feb 1-25 palm oil exports fell 4.4 percent to 970,094 tons compared to 1,015,226 tons in corresponding period last month. Top buyers were European Union 214,626 tons (282,126 tons), China at 173,250 tons (140,860 tons), United States at 80,345 tons (58,485 tons), Pakistan at 30,820 tons (116,500 tons) and India at 25,269 tons (25,269 tons). Values in brackets are figures of corresponding period last month.

**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
Mar-20	-9.40	778.60	778.80	763.00	770.80	29,650	12030	36645	-1720
Apr-20	-10.40	780.00	780.00	759.60	767.80	12,390	7105	20260	2050
Prices & Vol-OI are at 5:30 PM									

Spread	Mar-20	Apr-20
Spot	29.20	
Mar-20		-3.00
Apr-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Feb-20	<b>-2.80</b>	691.00	694.40	691.00	692.20	185	-229	946	10
Mar-20	<b>-15.70</b>	661.30	661.30	645.60	652.00	4062	1989	6483	260

Spread	Feb-20	Mar-20
Spot	-3.2	
Feb-20		-40.2
Mar-20		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-Mar	<b>-0.33</b>	28.68	28.83	28.5	28.5
15-May	<b>-0.35</b>	29.05	29.21	28.83	28.84
15-Jul	<b>-0.32</b>	29.41	29.57	29.23	29.24
15-Aug	<b>-0.31</b>	29.64	29.73	29.41	29.41
15-Sep	<b>-0.29</b>	29.79	29.85	29.6	29.6

-0.22

**Forex:**
**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Mar	<b>-147</b>	2450	2450	2350	2669
Apr	<b>-142</b>	2438	2439	2303	2626
May	<b>-137</b>	2420	2430	2288	2585
Jun	<b>-140</b>	2429	2432	2293	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/2/2020	6.99	14336	4.22	62.03	72.17	4.49	98.39	45.77

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		29-Feb-20	28-Feb-20	
Refined Soybean Oil	Indore	790	800	<b>-10</b>
	Indore (Soy Solvent Crude)	735	750	<b>-15</b>
	Mumbai	800	810	<b>-10</b>
	Mumbai (Soy Degum)	760	775	<b>-15</b>
	Kandla/Mundra	770	780	<b>-10</b>
	Kandla/Mundra (Soy Degum)	745	760	<b>-15</b>
	Kolkata	800	810	<b>-10</b>
	Delhi	820	825	<b>-5</b>
	Nagpur	845	845	<b>Unch</b>
	Rajkot	760	770	<b>-10</b>
	Kota	780	790	<b>-10</b>
	Hyderabad	Unq	Unq	-

	Akola	800	820	-20
	Amrawati	800	820	-20
	Bundi	785	795	-10
	Jalna	855	855	Unch
	Solapur	836	836	Unch
	Dhule	856	856	Unch
Palm Oil*	Kandla (Crude Palm Oil)	683	726	-43
	Kandla (RBD Palm oil)	746	756	-11
	Kandla RBD Pamolein	767	788	-21
	Kakinada (Crude Palm Oil)	667	683	-16
	Kakinada RBD Pamolein	772	782	-11
	Haldia Pamolein	777	793	-16
	Chennai RBD Pamolein	777	788	-11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	838	857	-19
	KPT (krishna patnam) Pamolein	767	777	-11
	Mumbai RBD Pamolein	788	814	-26
	Mangalore RBD Pamolein	782	793	-11
	Tuticorin (RBD Palmolein)	782	793	-11
	Delhi	800	825	-25
	Rajkot	767	782	-16
	Hyderabad	800	815	-15
	PFAD (Kandla)	499	509	-11
	Refined Palm Stearin (Kandla)	667	683	-16
	Superolien (Kandla)	788	819	-32
	Superolien (Mumbai)	819	851	-32
* inclusive of GST				
Refined Sunflower Oil	Chennai	840	825	15
	Mumbai	835	850	-15
	Mumbai (Expeller Oil)	770	785	-15
	Kandla (Ref.)	820	830	-10
	Hyderabad (Ref)	800	810	-10
	Latur (Expeller Oil)	760	770	-10
	Chellakere (Expeller Oil)	770	780	-10
	Erode (Expeller Oil)	855	865	-10
Groundnut Oil	Rajkot	1200	1200	Unch
	Chennai	1130	1150	-20
	Delhi	Unq	Unq	-
	Hyderabad *	1220	1220	Unch
	Mumbai	1200	1200	Unch
	Gondal	1160	1175	-15

	Jamnagar	1175	1175	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	825	835	-10
	Jaipur (Kacchi Ghani Oil)	835	850	-15
	Kota (Expeller Oil)	780	790	-10
	Kota (Kacchi Ghani Oil)	825	835	-10
	Neewai (Expeller Oil)	805	805	Unch
	Neewai (Kacchi Ghani Oil)	815	815	Unch
	Bharatpur (Kacchi Ghani Oil)	830	830	Unch
	Sri-Ganga Nagar(Exp Oil)	820	830	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	825	840	-15
	Mumbai (Expeller Oil)	830	830	Unch
	Kolkata(Expeller Oil)	980	980	Unch
	New Delhi (Expeller Oil)	825	825	Unch
	Hapur (Expeller Oil)	905	905	Unch
	Hapur (Kacchi Ghani Oil)	935	935	Unch
	Agra (Kacchi Ghani Oil)	835	835	Unch
Refined Cottonseed Oil	Rajkot	760	770	-10
	Hyderabad	770	770	Unch
	Mumbai	800	810	-10
	New Delhi	740	760	-20
Coconut Oil	Kangayan (Crude)	1450	1430	20
	Cochin	1500	1500	Unch
Sesame Oil	New Delhi	1300	1300	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	600	608	-8
Rice Bran Oil (4%)	Punjab	795	800	-5
Malaysia Palmolein USD/MT	FOB	605	620	-15
	CNF India	615	640	-25
Indonesia CPO USD/MT	FOB	600	610	-10
	CNF India	615	640	-25
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	618	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	630	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	795	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	620	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	755	-

Ukraine Origin CSFO USD/MT Kandla	CIF	750	755	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	760	-
Argentina FOB (\$/MT)		28-Feb-20	27-Feb-20	Change
Crude Soybean Oil Ship		669	687	-18
Refined Soy Oil (Bulk) Ship		692	711	-19
Sunflower Oil Ship		710	715	-5
Cottonseed Oil Ship		649	667	-18
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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