

Domestic Fundamentals:

- Edible oil complex featured mostly weak trend in various markets centers on Monday.
- Soy oil and palm oil domestic futures fell on demand concerns and fall in international benchmarks. BMD CPO & CBOT fell on global selloff across asset classes due to adverse impact of coronavirus.
- Global selloff has happened across commodities including soybean complex and palm oil despite FED cutting interest rates to zero to support US economy. Major central banks like ECB and BOJ has vowed to start easing to support the market. However, despite these acts markets have failed to react indicating that demand destruction may take place and despite extreme decisions demand will take time to come back. May economies like China, South Korea, Italy and Iran are in full lockdown while US has restricted travel from EU. UK and France has also taken strong measures. India is not leaving any stones unturned to control the spread of coronavirus. WHO declared coronavirus as pandemic. This has added uncertainty in market and has led to selloff across asset classes. More selling could be seen on global demand concerns and concerns of global recession in 2020. Further, fall in crude oil prices due to hike in disagreement between OPEC and Russia on production. This has led to Saudi vowing to flood global markets to capture market share.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Mar 1-15 palm oil exports fell 9.6 percent to 489,635 tons compared to 541,444 tons in corresponding period last month. Top buyers were European Union 153,348 tons (184,469 tons), China at 59,400 tons (84,950 tons) and India & subcontinent 35,000 tons (15,950 tons). Values in brackets are figures of corresponding period last month.
- According to Malaysia Palm Oil Board (MPOB), Malaysia reduced April crude palm oil export tax to 5.0 percent from 6.0 percent last month. Export duty of palm oil is calculated at reference price of 2,631.07 ringgit (USD 612.02) per ton. Tax is calculated between 2,250-2,400 ringgit per ton at 3.0 percent and is taxed maximum of 8.0 percent when prices are above 3,450 ringgit per ton.
- According to Solvent Extractors Association (SEA), India's February edible oil imports fell 7.78 percent y-o-y to 10.90 lakh tons from 11.82 lakh tons in Feb 2019. Palm oil imports in Feb fell 28.10 percent y-o-y to 5.40 lakh tons from 7.51 lakh tons in Feb 2019. CPO imports fell 2.05 percent in Feb y-o-y to 4.88 lakh tons from 4.98 lakh tons in Feb 2019. RBD palmolein imports fell by 85.89 percent in Feb y-o-y to 0.34 lakh tons from 2.41 lakh tons in Feb 2019. Soy oil imports rose 46.81 percent in Feb y-o-y to 3.23 lakh tons from 2.20 lakh tons in Feb 2019. Sunflower oil imports rose 13.5 percent y-o-y in Feb to 2.27 lakh tons from 2.00 lakh tons in Feb 2019. Rapeseed (canola) oil imports in Feb was zero compared to 0.10 lakh tons imports in Feb 2019.
- According to Solvent Extractors Association (SEA), India's February edible oil stocks at ports and pipelines fell 11.82 percent m-o-m to 15.30 lakh tons from 17.35 lakh tons in January 2020. Stocks of edible oil at ports in February rose to 1,100,000 tons (CPO 500,000 tons, RBD Palmolein 130,000 tons, Degummed Soybean Oil 260,000 tons and Crude Sunflower Oil 220,000 ton) and about 430,000 tons in pipelines. (Stocks at ports were 885,000 tons and in pipelines were 1,000,000 tons in January 2020). India is presently holding 24 days of edible oil requirement on 1st Mar, 2020 at 15.30 lakh tons compared to 27 days of requirements last month at 17.35 lakh tons last month. India held 21.95 lakh tons of stocks in ports and pipelines on 1st Mar 2019. India's monthly edible oil requirement is 19.0 lakh tons.

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	1.80	743.80	754.00	740.00	745.00	1,920	-4515	17800	-725
Apr-20	-9.80	710.20	723.00	702.20	706.60	20,235	-20620	37485	595

Prices & Vol-OI are at 5:30 PM

Spread	Mar-20	Apr-20
Spot	15.00	
Mar-20		-38.40
Apr-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-20	-11.30	617.00	624.00	606.00	608.40	2360	-2562	3013	-186
Apr-20	-13.20	603.00	615.00	595.60	597.00	1621	-1443	4037	583

Spread
Mar-20
Apr-20
Spot

16.6

Mar-20

-11.4

Apr-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	-0.48	26.06	26.5	25.79	25.89
Jul	-0.47	26.4	26.87	26.17	26.27
Aug	-0.45	26.61	27.05	26.37	26.48
Sep	-0.45	26.75	27.24	26.56	26.67
Oct	-0.41	27	27.38	26.77	26.89

-0.22

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Apr	-47	2307	2327	2270	2669
May	-36	2273	2298	2238	2626
Jun	-49	2260	2283	2211	2585
Jul	-66	2251	2269	2192	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
16/03/2020	7.01	14926	4.308	62.81	74.27	4.85	97.94	29.62

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-Mar-20	14-Mar-20	
Refined Soybean Oil	Indore	760	775	-15
	Indore (Soy Solvent Crude)	720	730	-10
	Mumbai	765	770	-5
	Mumbai (Soy Degum)	710	712	-2
	Kandla/Mundra	750	760	-10
	Kandla/Mundra (Soy Degum)	705	715	-10
	Kolkata	770	775	-5
	Delhi	765	775	-10
	Nagpur	830	830	Unch
	Rajkot	745	745	Unch
	Kota	765	760	5
	Hyderabad	Unq	Unq	-

	Akola	795	795	Unch
	Amrawati	787	793	-6
	Bundi	770	765	5
	Jalna	840	840	Unch
	Solapur	820	820	Unch
	Dhule	840	840	Unch
Palm Oil*	Kandla (Crude Palm Oil)	656	656	Unch
	Kandla (RBD Palm oil)	683	683	Unch
	Kandla RBD Pamolein	735	719	16
	Kakinada (Crude Palm Oil)	651	641	11
	Kakinada RBD Pamolein	735	740	-5
	Haldia Pamolein	735	740	-5
	Chennai RBD Pamolein	746	761	-16
	Chennai RBD Pamolein (Vitamin A&D Fortified)	862	862	Unch
	KPT (krishna patnam) Pamolein	735	740	-5
	Mumbai RBD Pamolein	761	756	5
	Mangalore RBD Pamolein	751	761	-11
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	745	760	-15
	Rajkot	725	725	Unch
	Hyderabad	740	740	Unch
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	651	641	11
	Superolien (Kandla)	756	756	Unch
	Superolien (Mumbai)	788	788	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	800	800	Unch
	Mumbai	825	815	10
	Mumbai(Expeller Oil)	730	740	-10
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	800	800	Unch
	Latur (Expeller Oil)	740	740	Unch
	Chellakere (Expeller Oil)	745	745	Unch
	Erode (Expeller Oil)	820	830	-10
Groundnut Oil	Rajkot	1225	1225	Unch
	Chennai	1250	1250	Unch
	Delhi	Unq	Unq	-
	Hyderabad *	1220	1220	Unch
	Mumbai	1250	1230	20
	Gondal	1210	1200	10

	Jamnagar	1220	1200	20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	785	5
	Jaipur (Kacchi Ghani Oil)	805	800	5
	Kota (Expeller Oil)	765	760	5
	Kota (Kacchi Ghani Oil)	780	780	Unch
	Neewai (Expeller Oil)	775	775	Unch
	Neewai (Kacchi Ghani Oil)	780	780	Unch
	Bharatpur (Kacchi Ghani Oil)	820	820	Unch
	Sri-Ganga Nagar(Exp Oil)	790	790	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	795	795	Unch
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	920	950	-30
	New Delhi (Expeller Oil)	815	800	15
	Hapur (Expeller Oil)	895	895	Unch
	Hapur (Kacchi Ghani Oil)	925	925	Unch
	Agra (Kacchi Ghani Oil)	825	825	Unch
Refined Cottonseed Oil	Rajkot	740	740	Unch
	Hyderabad	745	745	Unch
	Mumbai	760	760	Unch
	New Delhi	710	710	Unch
Coconut Oil	Kangayan (Crude)	1420	1420	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1350	1350	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	600	595	5
Rice Bran Oil (4%)	Punjab	760	775	-15
Malaysia Palmolein USD/MT	FOB	570	580	-10
	CNF India	595	585	10
Indonesia CPO USD/MT	FOB	550	558	-8
	CNF India	580	580	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	568	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	590	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	725	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	573	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-

Ukraine Origin CSFO USD/MT Kandla	CIF	730	720	10
Rapeseed Oil Rotterdam Euro/MT	FOB	690	Closed	-
Argentina FOB (\$/MT)		14-Mar-20	13-Mar-20	Change
Crude Soybean Oil Ship		Closed	585	-
Refined Soy Oil (Bulk) Ship		Closed	605	-
Sunflower Oil Ship		Closed	665	-
Cottonseed Oil Ship		Closed	565	-
Refined Linseed Oil (Bulk) Ship		Closed	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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