

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Tuesday.
- Soy oil and palm oil domestic futures rose rise in international benchmarks. BMD CPO rose on technical buying and lockdown of Malaysia due to rising case of coronavirus which will effect production and exports of palm oil. 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 National Oilseed Processors Association (NOPA), U.S. January soybean crush fell by 6.02 percent m-o-m to 166.288 million bushels from 176.940 million bushels in January 2020, above market expectation. Crush of soybean in Feb was higher by 7.63 percent y-o-y compared to Feb 2019 figure of 154.498 million bushels. Soy oil stocks in U.S. at the end of Feb fell 4.52 percent m-o-m to 1.922 billion lbs compared to 2.013 billion lbs in end Jan 2020. Stocks of soy oil in end Feb was higher by 9.70 percent y-o-y compared to end Feb 2019, which was reported at 1.752 million lbs. Soy oil stocks was below trade expectation.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Mar 1-15 palm oil exports fell 3.4 percent to 511,460 tons compared to 529,191 tons in corresponding period last month. Top buyers were European Union 137,118 tons (139,696 tons), China at 87,500 tons (108,150 tons), United States at 23,496 tons (64,295 tons), India at 23,000 tons (19,600 tons) and Pakistan at 0 tons (0 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.

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	5.40	744.60	754.80	740.00	750.00	3,070	1150	17740	-60
Apr-20	9.60	702.40	722.20	704.60	712.00	26,755	6520	40340	2855

Prices & Vol-OI are at 5:30 PM

Spread	Mar-20	Apr-20
Spot	15.00	
Mar-20		-38.00
Apr-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-20	12.90	602.20	623.60	602.10	613.30	2153	-207	3000	-13
Apr-20	11.40	597.90	612.60	596.00	601.20	3417	1796	4511	474

Spread
Mar-20
Apr-20
Spot

9.7

Mar-20

-12.1

Apr-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.50	25.01	25.9	24.97	25.49
Jul	0.48	25.36	26.22	25.32	25.82
Aug	0.49	25.54	26.4	25.51	26.01
Sep	0.47	25.79	26.57	25.79	26.18
Oct	0.41	26.16	26.75	26.16	26.32

-0.22

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Apr	48	2259	2415	2259	2669
May	27	2218	2387	2218	2626
Jun	26	2200	2342	2186	2585
Jul	15	2180	2303	2163	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/03/2020	7.02	15174	4.349	62.96	74.25	5.00	99.21	29.43

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Mar-20	16-Mar-20	
Refined Soybean Oil	Indore	765	760	5
	Indore (Soy Solvent Crude)	725	720	5
	Mumbai	770	765	5
	Mumbai (Soy Degum)	708	710	-2
	Kandla/Mundra	740	750	-10
	Kandla/Mundra (Soy Degum)	700	705	-5
	Kolkata	768	770	-2
	Delhi	780	765	15
	Nagpur	830	830	Unch
	Rajkot	735	745	-10
	Kota	765	765	Unch
	Hyderabad	Unq	Unq	-

	Akola	785	795	-10
	Amrawati	787	787	Unch
	Bundi	770	770	Unch
	Jalna	840	840	Unch
	Solapur	820	820	Unch
	Dhule	840	840	Unch
Palm Oil*	Kandla (Crude Palm Oil)	654	656	-2
	Kandla (RBD Palm oil)	683	683	Unch
	Kandla RBD Pamolein	725	735	-11
	Kakinada (Crude Palm Oil)	651	651	Unch
	Kakinada RBD Pamolein	735	735	Unch
	Haldia Pamolein	740	735	5
	Chennai RBD Pamolein	746	746	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	876	876	Unch
	KPT (krishna patnam) Pamolein	735	735	Unch
	Mumbai RBD Pamolein	756	761	-5
	Mangalore RBD Pamolein	751	751	Unch
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	750	745	5
	Rajkot	735	725	11
	Hyderabad	740	740	Unch
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	651	651	Unch
	Superolien (Kandla)	756	756	Unch
	Superolien (Mumbai)	788	788	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	800	800	Unch
	Mumbai	825	825	Unch
	Mumbai (Expeller Oil)	730	730	Unch
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	800	800	Unch
	Latur (Expeller Oil)	750	740	10
	Chellakere (Expeller Oil)	755	745	10
	Erode (Expeller Oil)	825	820	5
Groundnut Oil	Rajkot	1150	1225	-75
	Chennai	1250	1250	Unch
	Delhi	Unq	Unq	-
	Hyderabad *	1220	1220	Unch
	Mumbai	1250	1250	Unch
	Gondal	1220	1210	10

	Jamnagar	1225	1220	5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	790	790	Unch
	Jaipur (Kacchi Ghani Oil)	805	805	Unch
	Kota (Expeller Oil)	765	765	Unch
	Kota (Kacchi Ghani Oil)	780	780	Unch
	Neewai (Expeller Oil)	785	775	10
	Neewai (Kacchi Ghani Oil)	790	780	10
	Bharatpur (Kacchi Ghani Oil)	800	820	-20
	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	920	Unch
	New Delhi (Expeller Oil)	815	815	Unch
	Hapur (Expeller Oil)	905	895	10
	Hapur (Kacchi Ghani Oil)	935	925	10
	Agra (Kacchi Ghani Oil)	805	825	-20
Refined Cottonseed Oil	Rajkot	750	740	10
	Hyderabad	745	745	Unch
	Mumbai	760	760	Unch
	New Delhi	712	710	2
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	600	Unch
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	565	570	-5
	CNF India	588	595	-7
Indonesia CPO USD/MT	FOB	558	550	8
	CNF India	580	580	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	563	568	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	583	590	-7
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	715	725	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	563	573	-10
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	730	-



Ukraine Origin CSFO USD/MT Kandla	CIF	723	730	-7
Rapeseed Oil Rotterdam Euro/MT	FOB	690	690	Unch
Argentina FOB (\$/MT)		16-Mar-20	14-Mar-20	Change
Crude Soybean Oil Ship		556	585	-29
Refined Soy Oil (Bulk) Ship		575	605	-30
Sunflower Oil Ship		660	665	-5
Cottonseed Oil Ship		536	565	-29
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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