

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Thursday.
- Soy oil and palm oil domestic futures rose on supply concerns in domestic market due to lower crush of oilseeds due to low feed demand leading to lower supply of oils in the country. Further, concerns of supply disruption in India due to coronavirus outbreak. BMD CPO fell on Malaysia allowing palm oil plantations and trade to operate despite two week disruption in the country to control coronavirus. CBOT rose on supply concerns and technical buying after selloff for last two weeks.
- Soy oil domestic prices rose on supply concerns in India due to lower crush of soybean on lower demand of poultry due to coronavirus outbreak. Mills are not crushing soybean and are sitting on large stock of soy meal. This has led to supply shortage in domestic market supporting soy oil prices. Further, concerns on supply due to coronavirus led to rise.
- Palm oil domestic prices rose on rise in competing oils and expectation of supply disruption in India due to coronavirus. Further, restocking of palm oil on sharp fall in palm oil prices led to rise in prices.
- Global selloff has happened across commodities including soybean complex and palm oil despite FED cutting interest rates to zero to support US economy and Federal government announcing stimulus package. 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.

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	9.80	761.00	772.00	761.00	772.00	2,185	1115	16510	-1155
Apr-20	23.60	714.60	745.60	714.00	741.80	43,840	10640	44040	1520

Prices & Vol-OI are at 5:30 PM

Spread	Mar-20	Apr-20
Spot	3.00	
Mar-20		-30.20
Apr-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-20	12.60	614.00	652.90	614.00	642.00	2526	-161	2771	-171
Apr-20	14.50	610.00	638.80	608.30	630.00	2687	369	3710	-416

Spread
Mar-20
Apr-20
Spot

-15.0

Mar-20

-12

Apr-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.41	25.35	25.61	24.85	25.45
Jul	0.40	25.7	25.94	25.19	25.77
Aug	0.41	25.84	26.1	25.37	25.95
Sep	0.40	26.01	26.27	25.6	26.12
Oct	0.37	26.21	26.45	25.79	26.28

-0.22

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Apr	-54	2261	2327	2241	2669
May	-40	2237	2294	2210	2626
Jun	-28	2202	2271	2186	2585
Jul	-12	2180	2253	2170	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/03/2020	7.12	15917	4.414	63.22	74.99	5.11	102.24	22.88

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-Mar-20	18-Mar-20	
Refined Soybean Oil	Indore	775	775	Unch
	Indore (Soy Solvent Crude)	730	730	Unch
	Mumbai	770	770	Unch
	Mumbai (Soy Degum)	705	715	-10
	Kandla/Mundra	740	750	-10
	Kandla/Mundra (Soy Degum)	710	710	Unch
	Kolkata	775	775	Unch
	Delhi	790	780	10
	Nagpur	845	840	5
	Rajkot	745	735	10
	Kota	770	765	5
	Hyderabad	Unq	Unq	-

	Akola	800	795	5
	Amrawati	785	780	5
	Bundi	775	770	5
	Jalna	855	850	5
	Solapur	835	830	5
	Dhule	855	850	5
Palm Oil*	Kandla (Crude Palm Oil)	658	656	2
	Kandla (RBD Palm oil)	688	683	5
	Kandla RBD Pamolein	746	746	Unch
	Kakinada (Crude Palm Oil)	662	651	11
	Kakinada RBD Pamolein	751	751	Unch
	Haldia Pamolein	746	751	-5
	Chennai RBD Pamolein	756	756	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	862	862	Unch
	KPT (krishna patnam) Pamolein	751	751	Unch
	Mumbai RBD Pamolein	767	767	Unch
	Mangalore RBD Pamolein	761	761	Unch
	Tuticorin (RBD Palmolein)	761	767	-5
	Delhi	765	755	10
	Rajkot	740	730	11
	Hyderabad	745	745	Unch
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	662	651	11
	Superolien (Kandla)	756	767	-11
	Superolien (Mumbai)	793	793	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	800	800	Unch
	Mumbai	800	800	Unch
	Mumbai(Expeller Oil)	730	735	-5
	Kandla (Ref.)	800	800	Unch
	Hyderabad (Ref)	805	805	Unch
	Latur (Expeller Oil)	760	750	10
	Chellakere (Expeller Oil)	765	755	10
	Erode (Expeller Oil)	825	825	Unch
Groundnut Oil	Rajkot	1200	1200	Unch
	Chennai	1280	1250	30
	Delhi	Unq	Unq	-
	Hyderabad *	1280	1280	Unch
	Mumbai	1280	1250	30
	Gondal	1240	1220	20

	Jamnagar	1250	1225	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	795	795	Unch
	Jaipur (Kacchi Ghani Oil)	810	810	Unch
	Kota (Expeller Oil)	770	765	5
	Kota (Kacchi Ghani Oil)	780	780	Unch
	Neewai (Expeller Oil)	775	785	-10
	Neewai (Kacchi Ghani Oil)	780	790	-10
	Bharatpur (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	795	795	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	800	800	Unch
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	815	815	Unch
	Hapur (Expeller Oil)	905	905	Unch
	Hapur (Kacchi Ghani Oil)	935	935	Unch
	Agra (Kacchi Ghani Oil)	805	805	Unch
Refined Cottonseed Oil	Rajkot	755	755	Unch
	Hyderabad	745	745	Unch
	Mumbai	760	760	Unch
	New Delhi	720	710	10
Coconut Oil	Kangayan (Crude)	1465	1465	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1200	1300	-100
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	590	600	-10
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	555	585	-30
	CNF India	575	605	-30
Indonesia CPO USD/MT	FOB	550	570	-20
	CNF India	570	590	-20
RBD Palm oil (Malaysia Origin USD/MT)	FOB	550	578	-28
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	573	605	-32
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	700	740	-40
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	560	580	-20
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	730	-

Ukraine Origin CSFO USD/MT Kandla	CIF	720	720	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	690	-
Argentina FOB (\$/MT)		18-Mar-20	17-Mar-20	Change
Crude Soybean Oil Ship		565	559	6
Refined Soy Oil (Bulk) Ship		585	579	6
Sunflower Oil Ship		645	650	-5
Cottonseed Oil Ship		545	539	6
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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