

Domestic Fundamentals:

- Edible oil complex featured firm trend in various markets centers on Friday.
- Soy oil futures rose on supply concerns due to lower crush of domestic soybean and Argentina stopping Rosario port. Palm oil domestic futures fell on technical selling. Concerns of supply disruption in India due to coronavirus outbreak will support prices due to global supply chain breakdown. BMD CPO rose on falling stock of palm oil in Malaysia. CBOT rose on supply concerns and technical buying after selloff for last two weeks.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Mar 1-20 palm oil exports fell 21.2 percent to 644,421 tons compared to 817,314 tons in corresponding period last month. Top buyers were European Union 215,869 tons (223,084 tons), China at 87,700 tons (114,800 tons) and India & subcontinent 35,000 tons (65,300 tons). Values in brackets are figures of corresponding period last month.
- 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 from Argentina due to closure of Rosario port due to coronavirus will support prices.
- 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 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 firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Apr-20	13.80	757.00	768.00	749.20	760.60	37,725	-6115	42705	-1335
May-20	10.20	736.80	750.40	730.20	742.00	10,020	-2660	10320	-260
Prices & Vol-OI are at 5:30 PM									

Spread	Apr-20	May-20
Spot	29.40	
Apr-20		-18.60
May-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-20	-2.50	657.60	663.70	636.00	650.00	2062	-464	2346	-425
Apr-20	-6.20	642.40	642.90	620.20	633.10	2420	-267	4254	544

Spread
Mar-20
Apr-20
Spot

-1.0

Mar-20

-16.9

Apr-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.37	25.76	26.26	25.55	25.85
Jul	0.37	26.15	26.59	25.89	26.18
Aug	0.37	26.21	26.68	26.08	26.34
Sep	0.36	26.43	26.9	26.24	26.51
Oct	0.30	26.64	27.09	26.58	26.64

-0.22

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Apr	67	2305	2345	2279	2669
May	69	2290	2330	2235	2626
Jun	68	2255	2303	2220	2585
Jul	73	2242	2290	2217	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
20/03/2020	7.08	15925	4.394	63.47	75.15	5.09	102.01	26.70

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		20-Mar-20	19-Mar-20	
Refined Soybean Oil	Indore	790	775	15
	Indore (Soy Solvent Crude)	745	730	15
	Mumbai	780	770	10
	Mumbai (Soy Degum)	735	705	30
	Kandla/Mundra	765	740	25
	Kandla/Mundra (Soy Degum)	745	710	35
	Kolkata	770	775	-5
	Delhi	810	790	20
	Nagpur	850	845	5
	Rajkot	770	745	25
	Kota	780	770	10
	Hyderabad	Unq	Unq	-



	Akola	805	800	5
	Amrawati	790	785	5
	Bundi	785	775	10
	Jalna	860	855	5
	Solapur	840	835	5
	Dhule	860	855	5
Palm Oil*	Kandla (Crude Palm Oil)	681	658	23
	Kandla (RBD Palm oil)	704	688	16
	Kandla RBD Pamolein	782	746	37
	Kakinada (Crude Palm Oil)	662	662	Unch
	Kakinada RBD Pamolein	756	751	5
	Haldia Pamolein	756	746	11
	Chennai RBD Pamolein	767	756	11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	862	862	Unch
	KPT (krishna patnam) Pamolein	756	751	5
	Mumbai RBD Pamolein	793	767	26
	Mangalore RBD Pamolein	772	761	11
	Tuticorin (RBD Palmolein)	761	761	Unch
	Delhi	795	765	30
	Rajkot	756	740	16
	Hyderabad	765	745	20
	PFAD (Kandla)	473	462	11
	Refined Palm Stearin (Kandla)	662	662	Unch
	Superolien (Kandla)	809	756	53
	Superolien (Mumbai)	819	793	26
* inclusive of GST				
Refined Sunflower Oil	Chennai	800	800	Unch
	Mumbai	810	800	10
	Mumbai(Expeller Oil)	745	730	15
	Kandla (Ref.)	815	800	15
	Hyderabad (Ref)	810	805	5
	Latur (Expeller Oil)	755	760	-5
	Chellakere (Expeller Oil)	760	765	-5
	Erode (Expeller Oil)	825	825	Unch
Groundnut Oil	Rajkot	1270	1200	70
	Chennai	1280	1280	Unch
	Delhi	Unq	Unq	-
	Hyderabad *	1275	1280	-5
	Mumbai	1280	1280	Unch
	Gondal	1250	1240	10



	Jamnagar	1275	1250	25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	795	5
	Jaipur (Kacchi Ghani Oil)	815	810	5
	Kota (Expeller Oil)	790	770	20
	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	800	20
	Sri-Ganga Nagar(Exp Oil)	815	795	20
	Sri-Ganga Nagar (Kacchi Ghani Oil)	820	800	20
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	830	815	15
	Hapur (Expeller Oil)	895	905	-10
	Hapur (Kacchi Ghani Oil)	925	935	-10
	Agra (Kacchi Ghani Oil)	825	805	20
Refined Cottonseed Oil	Rajkot	770	755	15
	Hyderabad	780	745	35
	Mumbai	760	760	Unch
	New Delhi	735	720	15
Coconut Oil	Kangayan (Crude)	1475	1465	10
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1200	1200	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	600	590	10
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	565	555	10
	CNF India	585	575	10
Indonesia CPO USD/MT	FOB	550	550	Unch
	CNF India	570	570	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	560	550	10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	573	573	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	715	700	15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	558	560	-2
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	725	-



Ukraine Origin CSFO USD/MT Kandla	CIF	720	720	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	695	-
Argentina FOB (\$/MT)		19-Mar-20	18-Mar-20	Change
Crude Soybean Oil Ship		577	565	12
Refined Soy Oil (Bulk) Ship		597	585	12
Sunflower Oil Ship		645	645	Unch
Cottonseed Oil Ship		557	545	12
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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