

Domestic Fundamentals:

- Edible oil complex featured mostly firm trend in various markets centers on Saturday.
- Soy oil futures rose on supply concerns due to lower crush of domestic soybean and Argentina stopping Rosario port. Palm oil domestic futures rose on rise in soy oil prices. Concerns of supply disruption in India due to coronavirus outbreak will support prices due to global supply chain breakdown. BMD CPO fell on demand concerns of palm oil from Malaysia due to coronavirus. CBOT rose fell demand concerns and technical selling and due to global sell of commodities
- 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 of soy oil in India due to lower crush of soybean on lower demand of soy meal in India 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 US, India, South Korea, Italy, Iran, Spain, France, Germany are in full lockdown. 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	21.00	764.80	798.00	764.80	788.40	24,520	-13205	40545	-2160
May-20	23.00	745.00	778.00	745.00	772.00	7,245	-2775	9660	-660

Prices & Vol-OI are at 5:30 PM

Spread	Apr-20	May-20
Spot	31.60	
Apr-20		-16.40
May-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-20	-2.10	660.00	688.00	651.60	664.00	2042	-20	1946	-400
Apr-20	7.70	637.00	662.20	636.00	653.00	2137	-283	4417	163

Spread
Mar-20
Apr-20
Spot

0.0

Mar-20

-11

Apr-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	-0.18	25.5	25.61	25.25	25.46
Jul	-0.18	25.84	25.91	25.56	25.76
Aug	-0.18	25.8	26.05	25.72	25.91
Sep	-0.18	26.16	26.21	25.88	26.08
Oct	-0.06	26.32	26.4	26.1	26.4

-0.22

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Apr	22	2296	2360	2295	2669
May	2	2268	2342	2235	2626
Jun	-5	2233	2312	2214	2585
Jul	-7	2240	2302	2210	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/03/2020	7.12	16613	4.445	63.76	76.22	5.06	102.72	22.05

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Mar-20	21-Mar-20	
Refined Soybean Oil	Indore	820	790	30
	Indore (Soy Solvent Crude)	760	745	15
	Mumbai	780	780	Unch
	Mumbai (Soy Degum)	780	740	40
	Kandla/Mundra	815	770	45
	Kandla/Mundra (Soy Degum)	780	745	35
	Kolkata	800	770	30
	Delhi	Closed	810	-
	Nagpur	887	860	27
	Rajkot	Closed	770	-
	Kota	Closed	800	-
	Hyderabad	Closed	Unq	-

	Akola	842	815	27
	Amrawati	842	810	32
	Bundi	Closed	805	-
	Jalna	897	870	27
	Solapur	877	850	27
	Dhule	897	870	27
Palm Oil*	Kandla (Crude Palm Oil)	697	684	14
	Kandla (RBD Palm oil)	704	693	11
	Kandla RBD Pamolein	788	793	-5
	Kakinada (Crude Palm Oil)	-	662	-
	Kakinada RBD Pamolein	767	751	16
	Haldia Pamolein	777	751	26
	Chennai RBD Pamolein	777	761	16
	Chennai RBD Pamolein (Vitamin A&D Fortified)	854	854	Unch
	KPT (krishna patnam) Pamolein	772	751	21
	Mumbai RBD Pamolein	798	767	32
	Mangalore RBD Pamolein	788	772	16
	Tuticorin (RBD Palmolein)	-	777	-
	Delhi	-	795	-
	Rajkot	-	756	-
	Hyderabad	Closed	765	-
	PFAD (Kandla)	473	483	-11
	Refined Palm Stearin (Kandla)	-	662	-
	Superolien (Kandla)	809	809	Unch
	Superolien (Mumbai)	819	819	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	Closed	810	-
	Mumbai	810	815	-5
	Mumbai(Expeller Oil)	745	745	Unch
	Kandla (Ref.)	850	815	35
	Hyderabad (Ref)	Closed	810	-
	Latur (Expeller Oil)	Closed	755	-
	Chellakere (Expeller Oil)	Closed	760	-
	Erode (Expeller Oil)	Closed	825	-
Groundnut Oil	Rajkot	Closed	1270	-
	Chennai	Closed	1280	-
	Delhi	Closed	Unq	-
	Hyderabad *	Closed	1275	-
	Mumbai	1280	1250	30
	Gondal	Closed	Closed	-

	Jamnagar	Closed	1250	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	800	Unch
	Jaipur (Kacchi Ghani Oil)	815	815	Unch
	Kota (Expeller Oil)	Closed	790	-
	Kota (Kacchi Ghani Oil)	780	780	Unch
	Neewai (Expeller Oil)	Closed	775	-
	Neewai (Kacchi Ghani Oil)	Closed	780	-
	Bharatpur (Kacchi Ghani Oil)	Closed	830	-
	Sri-Ganga Nagar(Exp Oil)	Closed	815	-
	Sri-Ganga Nagar (Kacchi Ghani Oil)	Closed	820	-
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	Closed	830	-
	Hapur (Expeller Oil)	Closed	900	-
	Hapur (Kacchi Ghani Oil)	Closed	930	-
	Agra (Kacchi Ghani Oil)	Closed	835	-
Refined Cottonseed Oil	Rajkot	Closed	770	-
	Hyderabad	Closed	780	-
	Mumbai	760	760	Unch
	New Delhi	Closed	735	-
Coconut Oil	Kangayan (Crude)	Closed	1475	-
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	Closed	1200	-
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	Closed	600	-
Rice Bran Oil (4%)	Punjab	760	750	10
Malaysia Palmolein USD/MT	FOB	550	570	-20
	CNF India	585	585	Unch
Indonesia CPO USD/MT	FOB	543	558	-15
	CNF India	570	573	-3
RBD Palm oil (Malaysia Origin USD/MT)	FOB	548	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	570	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	740	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	555	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-

Ukraine Origin CSFO USD/MT Kandla	CIF	705	705	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	Closed	-
Argentina FOB (\$/MT)		21-Mar-20	20-Mar-20	Change
Crude Soybean Oil Ship		Closed	585	-
Refined Soy Oil (Bulk) Ship		Closed	605	-
Sunflower Oil Ship		Closed	640	-
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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