

Domestic Fundamentals:

- Edible oil complex featured mostly firm trend in various markets centers on Tuesday.
- 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 international benchmark and rise in competing oils prices. Concerns of supply disruption in India due to coronavirus outbreak will support prices due to global supply chain breakdown. BMD CPO rose on supply concerns of palm oil from Malaysia due to coronavirus as Malaysian state of Sabah shut down palm plantations on rising case of coronavirus in the province. CBOT rose on supply concerns from Argentina and Brazil imposing restrictions on ports to control rising coronavirus cases.
- Largest palm oil producing state of Sabah shut palm oil plantations as coronavirus cases rose in the state. Sabah produces almost one fourth of palm oil in Malaysia. Rapidly rising cases of coronavirus in Malaysia may lead to total shutdown of palm plantations in Malaysia cutting major palm oil supply of the world increasing pressure on Indonesia. Prices of palm oil may rise in the emerging situation.
- 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 and vowing for unlimited QE 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, and Germany are in full lockdown. India is not leaving any stones unturned to control the spread of coronavirus. 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.
- 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 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.

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	12.60	788.00	796.20	775.20	793.40	10,855	-13665	41515	970
May-20	13.00	778.00	782.00	765.40	781.00	5,570	-1675	10695	1035

Prices & Vol-OI are at 5:30 PM

Spread	Apr-20	May-20
Spot	36.60	
Apr-20		-12.40
May-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-20	14.90	665.90	671.20	645.50	667.90	734	-1308	1872	-74
Apr-20	13.60	658.60	660.00	639.00	657.00	811	-1326	4486	69

Spread
Mar-20
Apr-20
Spot

1.1

Mar-20

-10.9

Apr-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.19	26.07	26.38	25.95	26.33
Jul	0.22	26.35	26.66	26.05	26.62
Aug	0.25	26.53	26.8	26.39	26.79
Sep	0.14	26.72	26.89	26.58	26.82
Oct	0.25	26.8	27.1	26.8	27.1

-0.22

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Apr	60	2365	2420	2347	2669
May	61	2358	2415	2334	2626
Jun	62	2335	2383	2297	2585
Jul	54	2320	2361	2282	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
24/03/2020	7.06	16406	4.43	63.76	76.08	5.14	101.35	24.41

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		24-Mar-20	23-Mar-20	
Refined Soybean Oil	Indore	830	820	10
	Indore (Soy Solvent Crude)	770	760	10
	Mumbai	825	780	45
	Mumbai (Soy Degum)	780	780	Unch
	Kandla/Mundra	800	815	-15
	Kandla/Mundra (Soy Degum)	775	780	-5
	Kolkata	815	800	15
	Delhi	Closed	Closed	-
	Nagpur	887	887	Unch
	Rajkot	Closed	Closed	-
	Kota	Closed	Closed	-
	Hyderabad	Closed	Closed	-

	Akola	842	842	Unch
	Amrawati	842	842	Unch
	Bundi	Closed	Closed	-
	Jalna	897	897	Unch
	Solapur	877	877	Unch
	Dhule	897	897	Unch
Palm Oil*	Kandla (Crude Palm Oil)	702	697	5
	Kandla (RBD Palm oil)	719	704	16
	Kandla RBD Pamolein	788	788	Unch
	Kakinada (Crude Palm Oil)	-	-	-
	Kakinada RBD Pamolein	767	767	Unch
	Haldia Pamolein	777	777	Unch
	Chennai RBD Pamolein	777	777	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	838	838	Unch
	KPT (krishna patnam) Pamolein	772	772	Unch
	Mumbai RBD Pamolein	798	798	Unch
	Mangalore RBD Pamolein	788	788	Unch
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	-	-	-
	Rajkot	-	-	-
	Hyderabad	Closed	Closed	-
	PFAD (Kandla)	473	473	Unch
	Refined Palm Stearin (Kandla)	-	-	-
	Superolien (Kandla)	809	809	Unch
	Superolien (Mumbai)	819	819	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	Closed	Closed	-
	Mumbai	860	810	50
	Mumbai(Expeller Oil)	780	745	35
	Kandla (Ref.)	850	850	Unch
	Hyderabad (Ref)	Closed	Closed	-
	Latur (Expeller Oil)	Closed	Closed	-
	Chellakere (Expeller Oil)	Closed	Closed	-
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	Closed	Closed	-
	Chennai	Closed	Closed	-
	Delhi	Closed	Closed	-
	Hyderabad *	Closed	Closed	-
	Mumbai	1325	1280	45
	Gondal	Closed	Closed	-

	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	800	800	Unch
	Jaipur (Kacchi Ghani Oil)	815	815	Unch
	Kota (Expeller Oil)	Closed	Closed	-
	Kota (Kacchi Ghani Oil)	780	780	Unch
	Neewai (Expeller Oil)	Closed	Closed	-
	Neewai (Kacchi Ghani Oil)	Closed	Closed	-
	Bharatpur (Kacchi Ghani Oil)	Closed	Closed	-
	Sri-Ganga Nagar(Exp Oil)	Closed	Closed	-
	Sri-Ganga Nagar (Kacchi Ghani Oil)	Closed	Closed	-
	Mumbai (Expeller Oil)	790	790	Unch
	Kolkata(Expeller Oil)	920	920	Unch
	New Delhi (Expeller Oil)	Closed	Closed	-
	Hapur (Expeller Oil)	Closed	Closed	-
	Hapur (Kacchi Ghani Oil)	Closed	Closed	-
	Agra (Kacchi Ghani Oil)	Closed	Closed	-
Refined Cottonseed Oil	Rajkot	Closed	Closed	-
	Hyderabad	Closed	Closed	-
	Mumbai	840	760	80
	New Delhi	Closed	Closed	-
Coconut Oil	Kangayan (Crude)	Closed	Closed	-
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	Closed	Closed	-
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	Closed	Closed	-
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	573	550	23
	CNF India	585	585	Unch
Indonesia CPO USD/MT	FOB	550	543	7
	CNF India	575	570	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	568	548	20
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	583	570	13
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	730	740	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	555	555	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	725	-

Ukraine Origin CSFO USD/MT Kandla	CIF	715	705	10
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	650	-
Argentina FOB (\$/MT)		23-Mar-20	21-Mar-20	Change
Crude Soybean Oil Ship		Unq	Closed	-
Refined Soy Oil (Bulk) Ship		Unq	Closed	-
Sunflower Oil Ship		Unq	Closed	-
Cottonseed Oil Ship		Unq	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2020 Indian Agribusiness Systems Ltd.