

**Domestic Fundamentals:**

- Edible oil complex featured mostly sideways to firm trend in various markets centers on Thursday.
- Soy oil futures fell on technical selling. However, supply concerns due to lower crush of domestic soybean and Argentina stopping Rosario port will support prices. Palm oil domestic futures fell on rise in international benchmark. Concerns of supply disruption in India due to coronavirus outbreak due to global supply chain breakdown will support prices. BMD CPO fell on demand concerns of palm oil from Malaysia due to coronavirus stroke demand fears. CBOT rose on supply concerns from Argentina and Brazil imposing restrictions on ports to control rising coronavirus cases.
- India shutting its country for 21 days to control coronavirus will lead to breakdown of supply chain leading to higher prices a demand of oil will remain firm as people will try to hoard all possible stock fearing longer shutdown of the country.
- Largest palm oil producing state of Sabah in Malaysia shut palm oil plantations in three districts 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. Further, cases of Covid-19 is rising in 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 of soy oil 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. 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 cargo surveyor Intertek Testing Services (ITS), Malaysia's Mar 1-25 palm oil exports fell 13.6 percent to 838,793 tons compared to 970,764 tons in corresponding period last month. Top buyers were European Union 315,321 tons (242,244 tons), China at 145,840 tons (147,050 tons) and India & subcontinent 147,050 tons (65,300 tons). Values in brackets are figures of corresponding period last month.
- 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.

**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	-1.20	802.00	809.00	789.00	797.00	9,165	-5420	42795	420
May-20	1.40	788.80	794.60	777.00	786.80	4,045	-5350	14640	395

Prices & Vol-OI are at 5:30 PM

Spread	Apr-20	May-20
Spot	33.00	
Apr-20		-10.20
May-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Mar-20	-4.30	664.30	664.30	655.40	655.50	272	-285	1423	-130
Apr-20	-4.90	648.90	652.00	638.70	644.00	966	-516	4087	73

Spread	Mar-20	Apr-20
Spot	18.5	
Mar-20		-11.5
Apr-20		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	-0.10	26.64	26.77	26.49	26.54
Jul	-0.10	26.99	27.12	26.84	26.89
Aug	-0.09	27.21	27.24	27.03	27.07
Sep	-0.06	27.36	27.45	27.19	27.25
Oct	-0.06	27.53	27.53	27.37	27.42

**-0.22**
**Forex:**
**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Apr	-63	2406	2420	2406	2669
May	-26	2414	2440	2359	2626
Jun	-24	2369	2406	2320	2585
Jul	-26	2349	2379	2296	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
26/03/2020	7.08	16273	4.333	63.98	75.10	5.04	100.08	23.90

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-Mar-20	25-Mar-20	
Refined Soybean Oil	Indore	830	830	Unch
	Indore (Soy Solvent Crude)	790	770	20
	Mumbai	835	835	Unch
	Mumbai (Soy Degum)	785	790	-5
	Kandla/Mundra	810	805	5
	Kandla/Mundra (Soy Degum)	785	785	Unch
	Kolkata	815	815	Unch
	Delhi	Closed	Closed	-
	Nagpur	Closed	Closed	-
	Rajkot	Closed	Closed	-
	Kota	Closed	Closed	-
	Hyderabad	Closed	Closed	-

	Akola	Closed	Closed	-
	Amrawati	Closed	Closed	-
	Bundi	Closed	Closed	-
	Jalna	Closed	Closed	-
	Solapur	Closed	Closed	-
	Dhule	Closed	Closed	-
<b>Palm Oil*</b>	Kandla (Crude Palm Oil)	708	708	Unch
	Kandla (RBD Palm oil)	735	735	Unch
	Kandla RBD Pamolein	793	793	Unch
	Kakinada (Crude Palm Oil)	-	-	-
	Kakinada RBD Pamolein	777	777	Unch
	Haldia Pamolein	788	788	Unch
	Chennai RBD Pamolein	782	782	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	845	845	Unch
	KPT (krishna patnam) Pamolein	788	788	Unch
	Mumbai RBD Pamolein	803	803	Unch
	Mangalore RBD Pamolein	788	788	Unch
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	-	-	-
	Rajkot	-	-	-
	Hyderabad	Closed	Closed	-
	PFAD (Kandla)	483	483	Unch
	Refined Palm Stearin (Kandla)	-	-	-
	Superolien (Kandla)	819	819	Unch
	Superolien (Mumbai)	830	830	Unch
* inclusive of GST				
<b>Refined Sunflower Oil</b>	Chennai	Closed	Closed	-
	Mumbai	860	860	Unch
	Mumbai(Expeller Oil)	780	780	Unch
	Kandla (Ref.)	850	850	Unch
	Hyderabad (Ref)	Closed	Closed	-
	Latur (Expeller Oil)	Closed	Closed	-
	Chellakere (Expeller Oil)	Closed	Closed	-
	Erode (Expeller Oil)	Closed	Closed	-
<b>Groundnut Oil</b>	Rajkot	Closed	Closed	-
	Chennai	Closed	Closed	-
	Delhi	Closed	Closed	-
	Hyderabad *	Closed	Closed	-
	Mumbai	1360	1350	10
	Gondal	Closed	Closed	-

	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	835	835	Unch
	Jaipur (Kacchi Ghani Oil)	845	845	Unch
	Kota (Expeller Oil)	Closed	Closed	-
	Kota (Kacchi Ghani Oil)	850	850	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)	840	840	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	860	860	Unch
	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	598	590	8
	CNF India	605	605	Unch
Indonesia CPO USD/MT	FOB	570	560	10
	CNF India	595	595	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	588	588	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	598	598	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	745	755	-10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	568	568	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	725	-

Ukraine Origin CSFO USD/MT Kandla	CIF	720	715	5
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	660	-
Argentina FOB (\$/MT)		25-Mar-20	24-Mar-20	Change
Crude Soybean Oil Ship		620	Unq	-
Refined Soy Oil (Bulk) Ship		642	Unq	-
Sunflower Oil Ship		640	Unq	-
Cottonseed Oil Ship		600	Unq	-
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
<b>* indicates including GST</b>				

**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.