

Domestic Fundamentals:

- Edible oil complex featured mostly weak trend in various markets centers on Thursday.
- Soy oil and palm oil domestic futures fell on fall in international benchmarks. BMD CPO rose on fell on global demand concerns. CBOT soy oil fell on technical selling and on adverse impact of coronavirus on demand drivers of soybean complex. Further, fall in crude oil prices underpin in edible oils complex.
- According to National Oilseed Processors Association (NOPA), U.S. March soybean crush rose by 9.07 percent m-o-m to 181.374 million bushels from 166.288 million bushels in February 2020, above market expectation. Crush of soybean in Mar was higher by 6.84 percent y-o-y compared to Mar 2019 figure of 170.011 million bushels. Soy oil stocks in U.S. at the end of Mar fell 1.20 percent m-o-m to 1.899 billion lbs compared to 1.922 billion lbs in end Feb 2020. Stocks of soy oil in end Mar was higher by 7.84 percent y-o-y compared to end Mar 2019, which was reported at 1.761 million lbs. Soy oil stocks was below trade expectation.
- Soy oil domestic prices are expected to be supported by weak supply due to lower supply of Indian crushed soy oil as soybean is crushed in less quantity due to weak demand of soy meal on weak poultry demand. Further, supply bottlenecks faced on Indian ports due to closure of testing facilities, raw material shortage, labor shortage, packaging material shortage has led to refiners to run at 40-50% of their capacity. Moreover, shortage of trucks due to unavailability of drivers and problems face at various state borders has led to short supply of soy oil in Indian markets. This has led to higher demand of rapeseed oil.
- India imposed more restriction on imports of refined palm oil. It amended the notification issued on Jan 8th 2020 which placed refined palm oil imports to restricted category from free. Importers have to furnish prepurchase agreement along with last three years import history. Further, validity of import licenses/authorization will be only valid for 6 months from 18 months earlier. Non utilization of import authorization will lead to disqualification and customs are required to enforce the Rules of Origin for import from Nepal and Bangladesh.
The steps taken by India on import of refined palm oil will discourage its imports. This step will help domestic palm oil refiners in coming days.
- Palm oil international prices are expected to be underpinned by expectation of rise in stocks of palm oil in Malaysia, fall in exports of palm oil from Malaysia, lower use of palm oil in biodiesel in Indonesia and fall in crude oil prices.
Palm oil end stocks are expected to rise in Malaysia in April due to weak exports despite weak production.
Production will remain weak in Malaysia in April due to closure of plantation in six districts infected by coronavirus.
Palm oil exports are expected to remain weak from Malaysia in April-May due to closure of half of the world due to coronavirus leading to lower consumption of palm oil which is mostly consumed outside house.
Palm oil imports from India is expected to remain weak from India due to lower consumption as palm oil is mostly consumed in street food, joints and restaurant chains. And due to lockdown of India the consumption of these food are not there. Further, due to supply chain disruption in India due to port problems, raw material shortage, labor shortage, packaging material shortage and shortage of trucks. Moreover, transit problems faced by trucks are slowing down transport of products.
Palm oil imports from China is expected to resume after the opening of the country.

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	-1.60	841.00	842.60	832.40	837.00	6,590	-4130	15605	-3395
May-20	-2.40	816.00	817.20	806.20	808.60	14,575	-1085	21865	735

Prices & Vol-OI are at 5:30 PM

Spread	Apr-20	May-20
Spot	33.00	
Apr-20		-28.40
May-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Apr-20	-6.30	675.60	679.70	666.00	666.10	1314	-365	2311	68
May-20	-3.00	673.50	675.30	663.20	663.30	1377	335	3347	239

Spread	Apr-20	May-20
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Spot	-1.1	
Apr-20		-2.8
MAY-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.16	26.68	26.79	26.43	26.71
Jul	0.19	27.05	27.2	26.83	27.13
Aug	0.20	27.23	27.38	27.05	27.32
Sep	0.22	27.38	27.56	27.2	27.52
Oct	0.15	27.56	27.71	27.53	27.61

0.23

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	-57	2305	2305	2249	2669
Jun	-42	2277	2293	2217	2626
Jul	-36	2254	2271	2202	2585
Aug	-32	2239	2256	2192	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
15/04/2020	7.07	15662	4.35	65.56	76.45	5.23	99.51	20.09

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-Apr-20	15-Apr-20	
Refined Soybean Oil	Indore	870	860	10
	Indore (Soy Solvent Crude)	830	830	Unch
	Mumbai	870	870	Unch
	Mumbai (Soy Degum)	830	830	Unch
	Kandla/Mundra	855	850	5
	Kandla/Mundra (Soy Degum)	815	815	Unch
	Kolkata	850	850	Unch
	Delhi	880	885	-5
	Nagpur	930	940	-10
	Rajkot	Closed	Closed	-
	Kota	860	870	-10

	Hyderabad	Closed	Closed	-
	Akola	885	895	-10
	Amrawati	885	895	-10
	Bundi	870	875	-5
	Jalna	940	950	-10
	Solapur	920	930	-10
	Dhule	940	950	-10
Palm Oil*	Kandla (Crude Palm Oil)	698	698	Unch
	Kandla (RBD Palm oil)	735	735	Unch
	Kandla RBD Pamolein	798	777	21
	Kakinada (Crude Palm Oil)	-	-	-
	Kakinada RBD Pamolein	840	840	Unch
	Haldia Pamolein	840	840	Unch
	Chennai RBD Pamolein	840	840	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	924	924	Unch
	KPT (krishna patnam) Pamolein	851	851	Unch
	Mumbai RBD Pamolein	824	814	11
	Mangalore RBD Pamolein	851	851	Unch
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	828	828	Unch
	Rajkot	-	-	-
	Hyderabad	Closed	Closed	-
	PFAD (Kandla)	504	504	Unch
	Refined Palm Stearin (Kandla)	-	-	-
	Superolien (Kandla)	819	819	Unch
	Superolien (Mumbai)	830	830	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	950	950	Unch
	Mumbai	915	915	Unch
	Mumbai(Expeller Oil)	860	860	Unch
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	Closed	Closed	-
	Latur (Expeller Oil)	845	845	Unch
	Chellakere (Expeller Oil)	850	850	Unch
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	Closed	Closed	-
	Chennai	1450	1450	Unch
	Delhi	1350	1350	Unch
	Hyderabad *	Closed	Closed	-
	Mumbai	1360	1360	Unch

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	885	885	Unch
	Jaipur (Kacchi Ghani Oil)	915	915	Unch
	Kota (Expeller Oil)	860	870	-10
	Kota (Kacchi Ghani Oil)	895	895	Unch
	Neewai (Expeller Oil)	Closed	Closed	-
	Neewai (Kacchi Ghani Oil)	Closed	Closed	-
	Bharatpur (Kacchi Ghani Oil)	920	930	-10
	Sri-Ganga Nagar(Exp Oil)	885	885	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	910	910	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch
	New Delhi (Expeller Oil)	885	890	-5
	Hapur (Expeller Oil)	915	915	Unch
	Hapur (Kacchi Ghani Oil)	945	945	Unch
	Agra (Kacchi Ghani Oil)	925	935	-10
Refined Cottonseed Oil	Rajkot	Closed	Closed	-
	Hyderabad	Closed	Closed	-
	Mumbai	865	865	Unch
	New Delhi	820	835	-15
Coconut Oil	Kangayan (Crude)	Closed	Closed	-
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1300	1300	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	670	668	2
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	565	578	-13
	CNF India	620	635	-15
Indonesia CPO USD/MT	FOB	588	585	3
	CNF India	610	625	-15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	560	575	-15
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	600	608	-8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	725	730	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	550	560	-10

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	760	-
Ukraine Origin CSFO USD/MT Kandla	CIF	785	780	5
Rapeseed Oil Rotterdam Euro/MT	FOB	710	710	Unch
Argentina FOB (\$/MT)		15-Apr-20	14-Apr-20	Change
Crude Soybean Oil Ship		595	596	-1
Refined Soy Oil (Bulk) Ship		616	617	-1
Sunflower Oil Ship		695	690	5
Cottonseed Oil Ship		575	576	-1
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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