

**Domestic Fundamentals:**

- Edible oil complex featured mostly weak trend in various markets centers on Saturday.
- Soy oil domestic futures fell on demand concerns while palm oil futures rose on rise in international benchmarks. BMD CPO rose on global demand prospects and bargain buying. CBOT soy oil rose on adverse weather in South America which has reduced major part of Argentina and Brazil soybean crop and fall in stocks of soy oil in US. Further, fall in crude oil prices will keep pressure on edible oils complex.
- 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.
- 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.
- India imposed more restriction on imports of refined palm oil. It amended the notification issued on Jan 8<sup>th</sup> 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.
- 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.

**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	-1.00	838.00	839.00	834.20	837.00	5,525	-1065	12830	-2775
May-20	-4.60	810.00	811.80	804.20	805.40	10,890	-3685	24125	2260

Prices & Vol-OI are at 5:30 PM

Spread	Apr-20	May-20
Spot	33.00	
Apr-20		-31.60
May-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Apr-20	2.00	668.00	672.00	664.30	668.90	1313	-1	2551	240
May-20	-0.30	664.10	666.50	660.20	664.50	721	-656	3410	63

Spread	Apr-20	May-20
Spot	15.1	
Apr-20		-4.4
MAY-20		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.16	26.3	26.52	26.23	26.46
Jul	0.17	26.68	26.9	26.61	26.85
Aug	0.20	26.95	27.07	26.81	27.07
Sep	0.18	27.17	27.23	27	27.23
Oct	-0.05	27.31	27.36	27.14	27.14

0.23

Forex:

**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	34	2245	2300	2245	2669
Jun	33	2200	2261	2198	2626
Jul	32	2195	2244	2181	2585
Aug	30	2187	2235	2174	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/04/2020	7.07	15483	4.37	65.68	76.43	5.23	100.03	18.48

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Apr-20	17-Apr-20	
Refined Soybean Oil	Indore	870	870	Unch
	Indore (Soy Solvent Crude)	830	830	Unch
	Mumbai	840	870	-30
	Mumbai (Soy Degum)	820	825	-5
	Kandla/Mundra	850	855	-5
	Kandla/Mundra (Soy Degum)	801	812	-11
	Kolkata	840	850	-10
	Delhi	880	880	Unch
	Nagpur	930	930	Unch
	Rajkot	Closed	Closed	-
	Kota	850	850	Unch

	Hyderabad	Unq	Unq	-
	Akola	885	885	Unch
	Amrawati	885	885	Unch
	Bundi	855	855	Unch
	Jalna	940	940	Unch
	Solapur	920	920	Unch
	Dhule	940	940	Unch
Palm Oil*	Kandla (Crude Palm Oil)	716	718	-2
	Kandla (RBD Palm oil)	751	735	16
	Kandla RBD Pamolein	788	798	-11
	Kakinada (Crude Palm Oil)	737	740	-3
	Kakinada RBD Pamolein	845	840	5
	Haldia Pamolein	819	840	-21
	Chennai RBD Pamolein	840	840	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	966	966	Unch
	KPT (krishna patnam) Pamolein	851	851	Unch
	Mumbai RBD Pamolein	819	824	-5
	Mangalore RBD Pamolein	851	851	Unch
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	828	828	Unch
	Rajkot	-	-	-
	Hyderabad	865	885	-20
	PFAD (Kandla)	494	494	Unch
	Refined Palm Stearin (Kandla)	737	740	-3
	Superolien (Kandla)	793	819	-26
	Superolien (Mumbai)	819	830	-11
* inclusive of GST				
Refined Sunflower Oil	Chennai	940	950	-10
	Mumbai	925	915	10
	Mumbai(Expeller Oil)	860	860	Unch
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	935	935	Unch
	Latur (Expeller Oil)	865	885	-20
	Chellakere (Expeller Oil)	870	890	-20
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	Closed	Closed	-
	Chennai	1450	1450	Unch
	Delhi	1380	1380	Unch
	Hyderabad *	1350	1350	Unch
	Mumbai	1350	1360	-10

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	868	886	-18
	Jaipur (Kacchi Ghani Oil)	878	896	-18
	Kota (Expeller Oil)	850	850	Unch
	Kota (Kacchi Ghani Oil)	885	895	-10
	Neewai (Expeller Oil)	855	855	Unch
	Neewai (Kacchi Ghani Oil)	860	860	Unch
	Bharatpur (Kacchi Ghani Oil)	900	900	Unch
	Sri-Ganga Nagar(Exp Oil)	840	855	-15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	860	880	-20
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch
	New Delhi (Expeller Oil)	870	870	Unch
	Hapur (Expeller Oil)	915	915	Unch
	Hapur (Kacchi Ghani Oil)	945	945	Unch
	Agra (Kacchi Ghani Oil)	905	905	Unch
Refined Cottonseed Oil	Rajkot	Closed	Closed	-
	Hyderabad	890	890	Unch
	Mumbai	845	865	-20
	New Delhi	812	812	Unch
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	670	Unch
Rice Bran Oil (4%)	Punjab	750	760	-10
Malaysia Palmolein USD/MT	FOB	563	568	-5
	CNF India	620	620	Unch
Indonesia CPO USD/MT	FOB	583	585	-2
	CNF India	610	610	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	563	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	600	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	710	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	550	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	720	-
Ukraine Origin CSFO USD/MT Kandla	CIF	790	785	5
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	715	-
Argentina FOB (\$/MT)		17-Apr-20	16-Apr-20	Change
Crude Soybean Oil Ship		599	599	Unch
Refined Soy Oil (Bulk) Ship		620	620	Unch
Sunflower Oil Ship		695	695	Unch
Cottonseed Oil Ship		579	579	Unch
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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