



Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Monday.
- Soy oil and palm oil domestic futures fell on demand concerns. 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.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's April 1-20 palm oil exports rose 7.4 percent to 691,910 tons compared to 644,421 tons in corresponding period last month. Top buyers were European Union 180,880 tons (215,869 tons), China at 91,420 tons (87,700 tons) and India & subcontinent 87,250 tons (35,000 tons). Values in brackets are figures of corresponding period last month.
- There has been demand destruction in Indian edible oils complex with most of it in palm oil. However, demand destruction is mostly across imported oils India has been importing less edible oils in oil year 2019-2020. This has led to higher premium of these in Indian markets. If supplies are not met with either higher imports or production then prices of edible oil will rise sharply in Indian markets.
- 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.
- 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 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.

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
May-20	-13.20	807.00	807.00	793.20	793.60	10,950	60	24220	95
Jun-20	-9.80	772.40	776.00	768.00	768.00	1,815	-535	6490	210

Prices & Vol-OI are at 5:30 PM

Spread	May-20	Jun-20
Spot	76.40	
May-20		-25.60
Jun-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Apr-20	-6.40	668.00	669.80	656.00	658.10	654	-659	3460	909
May-20	-6.30	667.40	667.50	647.50	650.60	58	-663	875	-2535

Spread	Apr-20	May-20
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Spot	18.9	
Apr-20		-7.5
MAY-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	-0.14	26.35	26.38	26.12	26.15
Jul	-0.15	26.73	26.76	26.5	26.52
Aug	-0.13	26.89	26.92	26.69	26.71
Sep	-0.12	27.02	27.09	26.88	26.9
Oct	-0.12	27.16	27.21	27.02	27.04

0.23

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	5	2286	2320	2285	2669
Jun	2	2259	2293	2250	2626
Jul	-5	2240	2273	2229	2585
Aug	-8	2228	2260	2212	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
20/04/2020	7.07	15452	4.373	65.80	76.54	5.24	99.97	22.08

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		20-Apr-20	18-Apr-20	
Refined Soybean Oil	Indore	870	870	Unch
	Indore (Soy Solvent Crude)	830	830	Unch
	Mumbai	870	840	30
	Mumbai (Soy Degum)	825	820	5
	Kandla/Mundra	855	850	5
	Kandla/Mundra (Soy Degum)	805	801	4
	Kolkata	850	840	10
	Delhi	872	880	-8
	Nagpur	930	930	Unch
	Rajkot	Closed	Closed	-
	Kota	840	850	-10

	Hyderabad	Unq	Unq	-
	Akola	885	885	Unch
	Amrawati	885	885	Unch
	Bundi	845	855	-10
	Jalna	940	940	Unch
	Solapur	920	920	Unch
	Dhule	940	940	Unch
Palm Oil*	Kandla (Crude Palm Oil)	711	716	-5
	Kandla (RBD Palm oil)	735	751	-16
	Kandla RBD Pamolein	798	788	11
	Kakinada (Crude Palm Oil)	735	737	-2
	Kakinada RBD Pamolein	840	845	-5
	Haldia Pamolein	840	819	21
	Chennai RBD Pamolein	840	840	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	994	994	Unch
	KPT (krishna patnam) Pamolein	851	851	Unch
	Mumbai RBD Pamolein	824	819	5
	Mangalore RBD Pamolein	851	851	Unch
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	820	828	-8
	Rajkot	-	-	-
	Hyderabad	865	865	Unch
	PFAD (Kandla)	494	494	Unch
	Refined Palm Stearin (Kandla)	735	737	-2
	Superolien (Kandla)	819	793	26
	Superolien (Mumbai)	830	819	11
* inclusive of GST				
Refined Sunflower Oil	Chennai	940	940	Unch
	Mumbai	925	925	Unch
	Mumbai(Expeller Oil)	860	860	Unch
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	935	935	Unch
	Latur (Expeller Oil)	865	865	Unch
	Chellakere (Expeller Oil)	870	870	Unch
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	Closed	Closed	-
	Chennai	1450	1450	Unch
	Delhi	1380	1380	Unch
	Hyderabad *	1350	1350	Unch
	Mumbai	1380	1350	30

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	875	868	7
	Jaipur (Kacchi Ghani Oil)	900	878	22
	Kota (Expeller Oil)	840	850	-10
	Kota (Kacchi Ghani Oil)	885	885	Unch
	Neewai (Expeller Oil)	855	855	Unch
	Neewai (Kacchi Ghani Oil)	860	860	Unch
	Bharatpur (Kacchi Ghani Oil)	890	900	-10
	Sri-Ganga Nagar(Exp Oil)	840	840	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	865	860	5
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch
	New Delhi (Expeller Oil)	840	870	-30
	Hapur (Expeller Oil)	920	915	5
	Hapur (Kacchi Ghani Oil)	950	945	5
	Agra (Kacchi Ghani Oil)	895	905	-10
Refined Cottonseed Oil	Rajkot	Closed	Closed	-
	Hyderabad	890	890	Unch
	Mumbai	875	845	30
	New Delhi	810	812	-2
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	655	670	-15
Rice Bran Oil (4%)	Punjab	760	750	10
Malaysia Palmolein USD/MT	FOB	565	563	2
	CNF India	620	620	Unch
Indonesia CPO USD/MT	FOB	588	583	5
	CNF India	610	610	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	563	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	598	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	720	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	550	Closed	-

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	785	790	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	710	Closed	-
Argentina FOB (\$/MT)		18-Apr-20	17-Apr-20	Change
Crude Soybean Oil Ship		Closed	599	-
Refined Soy Oil (Bulk) Ship		Closed	620	-
Sunflower Oil Ship		Closed	695	-
Cottonseed Oil Ship		Closed	579	-
Refined Linseed Oil (Bulk) Ship		Closed	Unq	-
<i>* indicates including GST</i>				

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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