

Domestic Fundamentals:

- Edible oil complex featured weak trend in various markets centers on Tuesday.
- Soy oil and palm oil domestic futures fell on fall in global crude oil prices and fall in international benchmarks. BMD CPO fell in fall in crude oil prices. CBOT soy oil fell on fall in crude oil prices. Global crude oil prices will keep pressure on edible oils complex.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO), biodiesel and oleochemical exports from Indonesia fell 11.81 percent in Feb 2020 y-o-y to 2.54 MMT from 2.88 MMT in Feb 2019. Exports rose by 6.28 percent in Feb m-o-m to 2.54 MMT from 2.39 MMT in Jan 2020. Stocks of palm oil at the end of Feb was 4.08 MMT compared to Jan 2020 figure of 4.54 MMT, down 10.13 percent m-o-m.
- 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 oils in the Indian markets. If supplies are not met with either higher imports or production then prices of edible oil will rise sharply in Indian markets. Imports of edible oils are expected to fall for the first time since records are kept due to weak demand. Most if the demand destruction is in palm oil which has fallen due to lockdown as it is mostly consumed in street food, joints and restaurant chains. Some demand destruction is expected in soy oil and sunflower oil due to supply chain breakdown while demand of rapeseed oil and groundnut oil is expected to rise.
- 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 planation 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.
- 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.

Outlook: Edible oil basket is expected to feature sideways to weak tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	-31.80	790.00	793.00	765.60	765.60	14,050	3100	23585	-635
Jun-20	-30.80	749.60	750.20	741.00	741.00	2,675	860	6595	105
Prices & Vol-OI are at 5:30 PM									

Spread	May-20	Jun-20
Spot	84.40	
May-20		-24.60
Jun-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Apr-20	-26.20	651.30	651.30	637.60	637.90	608	-46	2639	-821
May-20	-26.20	643.60	643.60	631.80	631.90	489	431	3363	2488

Spread	Apr-20	May-20
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Spot	27.1	
Apr-20		-6
MAY-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	-0.43	25.91	25.97	25.48	25.55
Jul	-0.44	26.28	26.35	25.87	25.93
Aug	-0.42	26.48	26.52	26.04	26.13
Sep	-0.40	26.61	26.69	26.23	26.31
Oct	-0.46	26.76	26.82	26.39	26.41

0.23

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	-190	2230	2230	2065	2669
Jun	-179	2202	2204	2041	2626
Jul	-166	2178	2186	2025	2585
Aug	-162	2161	2169	2018	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/04/2020	7.08	15525	4.395	65.89	76.95	5.32	100.33	15.66

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-Apr-20	20-Apr-20	
Refined Soybean Oil	Indore	850	870	-20
	Indore (Soy Solvent Crude)	830	830	Unch
	Mumbai	865	870	-5
	Mumbai (Soy Degum)	800	825	-25
	Kandla/Mundra	835	855	-20
	Kandla/Mundra (Soy Degum)	775	805	-30
	Kolkata	830	850	-20
	Delhi	860	872	-12
	Nagpur	920	930	-10
	Rajkot	820	Closed	-
	Kota	840	840	Unch

	Hyderabad	Unq	Unq	-
	Akola	875	885	-10
	Amrawati	875	885	-10
	Bundi	845	845	Unch
	Jalna	930	940	-10
	Solapur	910	920	-10
	Dhule	930	940	-10
Palm Oil*	Kandla (Crude Palm Oil)	698	711	-13
	Kandla (RBD Palm oil)	735	735	Unch
	Kandla RBD Pamolein	772	798	-26
	Kakinada (Crude Palm Oil)	735	735	Unch
	Kakinada RBD Pamolein	819	840	-21
	Haldia Pamolein	814	840	-26
	Chennai RBD Pamolein	819	840	-21
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1010	1010	Unch
	KPT (krishna patnam) Pamolein	819	851	-32
	Mumbai RBD Pamolein	809	824	-16
	Mangalore RBD Pamolein	824	851	-26
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	805	820	-15
	Rajkot	756	-	-
	Hyderabad	865	865	Unch
	PFAD (Kandla)	494	494	Unch
	Refined Palm Stearin (Kandla)	735	735	Unch
	Superolien (Kandla)	793	819	-26
	Superolien (Mumbai)	819	830	-11
* inclusive of GST				
Refined Sunflower Oil	Chennai	940	940	Unch
	Mumbai	925	925	Unch
	Mumbai(Expeller Oil)	850	860	-10
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	935	935	Unch
	Latur (Expeller Oil)	860	865	-5
	Chellakere (Expeller Oil)	865	870	-5
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	1325	Closed	-
	Chennai	1400	1450	-50
	Delhi	1380	1380	Unch
	Hyderabad *	1350	1350	Unch
	Mumbai	1350	1380	-30

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	875	875	Unch
	Jaipur (Kacchi Ghani Oil)	900	900	Unch
	Kota (Expeller Oil)	840	840	Unch
	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	890	Unch
	Sri-Ganga Nagar(Exp Oil)	840	840	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	865	865	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch
	New Delhi (Expeller Oil)	840	840	Unch
	Hapur (Expeller Oil)	920	920	Unch
	Hapur (Kacchi Ghani Oil)	950	950	Unch
	Agra (Kacchi Ghani Oil)	895	895	Unch
Refined Cottonseed Oil	Rajkot	825	Closed	-
	Hyderabad	890	890	Unch
	Mumbai	865	875	-10
	New Delhi	810	810	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	655	655	Unch
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	548	565	-17
	CNF India	605	620	-15
Indonesia CPO USD/MT	FOB	573	588	-15
	CNF India	595	610	-15
RBD Palm oil (Malaysia Origin USD/MT)	FOB	545	563	-18
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	588	598	-10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	690	720	-30
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	545	550	-5

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	715	-
Ukraine Origin CSFO USD/MT Kandla	CIF	785	785	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	705	710	-5
Argentina FOB (\$/MT)		20-Apr-20	18-Apr-20	Change
Crude Soybean Oil Ship		594	Closed	-
Refined Soy Oil (Bulk) Ship		615	Closed	-
Sunflower Oil Ship		705	Closed	-
Cottonseed Oil Ship		574	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).

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