

**Domestic Fundamentals:**

- Edible oil complex featured mixed trend in various markets centers on Friday.
- Soy oil fell on demand concerns while palm oil prices rose on supply concerns. BMD CPO fell on rising global supply concerns on higher global production and lower exports. CBOT soy oil rose on rise in crude oil prices and higher Chinese demand of US soybean.
- 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 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.
- 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.
- 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	-0.60	785.80	798.00	781.40	785.60	11,255	710	22385	-845
Jun-20	-6.20	758.00	770.00	756.00	756.00	4,490	525	8495	1255
Prices & Vol-OI are at 5:30 PM									

Spread	May-20	Jun-20
Spot	49.40	
May-20		-29.60
Jun-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Apr-20	3.90	628.20	645.70	628.20	637.50	976	258	2040	-338
May-20	-0.60	618.10	628.00	612.10	620.80	1254	442	3191	86

Spread	Apr-20	May-20
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Spot	10.5	
Apr-20		-16.7
May-20		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.13	25.69	25.88	25.67	25.74
Jul	0.15	26.1	26.31	26.09	26.19
Aug	0.12	26.32	26.49	26.29	26.34
Sep	0.12	26.61	26.65	26.47	26.53
Oct	0.15	26.75	26.76	26.72	26.72

0.23

**Forex:**
**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	-56	2129	2130	2097	2669
Jun	-40	2109	2117	2071	2626
Jul	-43	2095	2108	2059	2585
Aug	-41	2096	2105	2062	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
24/04/2020	7.08	15506	4.36	66.27	76.28	5.56	100.32	17.07

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		24-Apr-20	23-Apr-20	
Refined Soybean Oil	Indore	835	835	Unch
	Indore (Soy Solvent Crude)	830	830	Unch
	Mumbai	845	845	Unch
	Mumbai (Soy Degum)	790	790	Unch
	Kandla/Mundra	810	810	Unch
	Kandla/Mundra (Soy Degum)	775	775	Unch
	Kolkata	830	830	Unch
	Delhi	860	855	5
	Nagpur	910	910	Unch
	Rajkot	815	800	15
	Kota	840	820	20

	Hyderabad	Unq	Unq	-
	Akola	865	865	Unch
	Amrawati	865	865	Unch
	Bundi	845	825	20
	Jalna	920	920	Unch
	Solapur	900	900	Unch
	Dhule	920	920	Unch
Palm Oil*	Kandla (Crude Palm Oil)	674	674	Unch
	Kandla (RBD Palm oil)	714	714	Unch
	Kandla RBD Pamolein	756	767	-11
	Kakinada (Crude Palm Oil)	672	709	-37
	Kakinada RBD Pamolein	788	814	-26
	Haldia Pamolein	788	798	-11
	Chennai RBD Pamolein	788	814	-26
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1010	1010	Unch
	KPT (krishna patnam) Pamolein	788	793	-5
	Mumbai RBD Pamolein	782	793	-11
	Mangalore RBD Pamolein	793	803	-11
	Tuticorin (RBD Palmolein)	788	-	-
	Delhi	790	790	Unch
	Rajkot	740	730	11
	Hyderabad	840	840	Unch
	PFAD (Kandla)	494	494	Unch
	Refined Palm Stearin (Kandla)	672	709	-37
	Superolien (Kandla)	793	793	Unch
	Superolien (Mumbai)	798	798	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	910	930	-20
	Mumbai	925	925	Unch
	Mumbai(Expeller Oil)	850	850	Unch
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	900	905	-5
	Latur (Expeller Oil)	830	830	Unch
	Chellakere (Expeller Oil)	835	835	Unch
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	1300	1300	Unch
	Chennai	1350	1380	-30
	Delhi	1350	1350	Unch
	Hyderabad *	1320	1320	Unch
	Mumbai	1350	1350	Unch

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
<b>Rapeseed Oil/Mustard Oil</b>	Jaipur (Expeller Oil)	881	871	10
	Jaipur (Kacchi Ghani Oil)	891	881	10
	Kota (Expeller Oil)	840	820	20
	Kota (Kacchi Ghani Oil)	865	865	Unch
	Neewai (Expeller Oil)	855	835	20
	Neewai (Kacchi Ghani Oil)	865	845	20
	Bharatpur (Kacchi Ghani Oil)	900	870	30
	Sri-Ganga Nagar(Exp Oil)	855	840	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	875	845	30
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch
	New Delhi (Expeller Oil)	850	850	Unch
	Hapur (Expeller Oil)	920	920	Unch
	Hapur (Kacchi Ghani Oil)	950	950	Unch
	Agra (Kacchi Ghani Oil)	905	875	30
<b>Refined Cottonseed Oil</b>	Rajkot	840	835	5
	Hyderabad	855	850	5
	Mumbai	845	845	Unch
	New Delhi	800	785	15
<b>Coconut Oil</b>	Kangayan (Crude)	Closed	Closed	-
	Cochin	1530	1530	Unch
<b>Sesame Oil</b>	New Delhi	1200	1200	Unch
	Mumbai	Unq	Unq	-
<b>Kardi</b>	Mumbai	Unq	Unq	-
<b>Rice Bran Oil (40%)</b>	New Delhi	660	655	5
<b>Rice Bran Oil (4%)</b>	Punjab	760	760	Unch
<b>Malaysia Palmolein USD/MT</b>	FOB	538	538	Unch
	CNF India	590	590	Unch
<b>Indonesia CPO USD/MT</b>	FOB	550	558	-8
	CNF India	580	580	Unch
<b>RBD Palm oil (Malaysia Origin USD/MT)</b>	FOB	535	535	Unch
<b>RBD Palm Stearin (Malaysia Origin USD/MT)</b>	FOB	568	568	Unch
<b>RBD Palm Kernel Oil (Malaysia Origin USD/MT)</b>	FOB	670	660	10
<b>Palm Fatty Acid Distillate (Malaysia Origin USD/MT)</b>	FOB	525	525	Unch

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	685	-
Ukraine Origin CSFO USD/MT Kandla	CIF	765	765	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	704	705	-1
Argentina FOB (\$/MT)		23-Apr-20	22-Apr-20	Change
Crude Soybean Oil Ship		583	583	Unch
Refined Soy Oil (Bulk) Ship		603	603	Unch
Sunflower Oil Ship		705	705	Unch
Cottonseed Oil Ship		563	563	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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