

Domestic Fundamentals:

- Edible oil complex featured weak trend in various markets centers on Monday.
- Soy oil and palm oil domestic prices fell on demand concerns and fall in international benchmarks. BMD CPO fell on rising global supply concerns on higher global production and lower exports. CBOT soy oil fell on fall in crude oil prices. Lower crude oil prices will keep pressure on edible oils prices.
- Palm oil international prices are expected to be underpinned by expectation of rise in stocks of palm oil in Malaysia, rise in production 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 of palm oil will firm in Malaysia in April due to seasonal uptrend of production. MPOA reported 25 percent higher production of palm oil in Malaysia in April. This may lead to higher stocks despite higher exports from Malaysia. Palm oil exports are expected to remain firm from Malaysia in April-May due to firm demand from India and China. However, 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.
- 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 congestion, raw material shortage, labor shortage, packaging material shortage has led to refiners to run at 40-50% of their capacity.
- 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	-12.20	786.20	787.60	773.00	774.00	10,965	-290	23120	735
Jun-20	-15.80	746.40	757.00	741.20	741.20	4,825	335	10235	1740
Prices & Vol-OI are at 5:30 PM									

Spread	May-20	Jun-20
Spot	61.00	
May-20		-32.80
Jun-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Apr-20	-4.90	629.00	639.90	625.40	632.20	586	-390	1693	-347
May-20	-17.80	609.30	613.20	601.30	603.10	1301	47	3301	110

Spread	Apr-20	May-20
--------	--------	--------

Spot	-0.2	
Apr-20		-29.1
May-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	-0.01	25.03	25.11	24.9	25.04
Jul	-0.02	25.4	25.55	25.34	25.48
Aug	-0.04	25.61	25.75	25.57	25.67
Sep	-0.02	25.91	25.91	25.73	25.87
Oct	-0.03	26.02	26.04	26.02	26.03

0.23

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	-72	2075	2075	2038	2669
Jun	-61	2075	2075	2014	2626
Jul	-59	2056	2062	2003	2585
Aug	-55	2065	2065	2006	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/04/2020	7.08	15428	4.358	66.36	76.15	5.59	100.03	14.09

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-Apr-20	25-Apr-20	
Refined Soybean Oil	Indore	835	840	-5
	Indore (Soy Solvent Crude)	830	830	Unch
	Mumbai	825	840	-15
	Mumbai (Soy Degum)	790	785	5
	Kandla/Mundra	800	820	-20
	Kandla/Mundra (Soy Degum)	770	778	-8
	Kolkata	830	825	5
	Delhi	845	855	-10
	Nagpur	910	910	Unch
	Rajkot	805	815	-10
	Kota	830	840	-10

	Hyderabad	Unq	Unq	-
	Akola	865	865	Unch
	Amrawati	865	865	Unch
	Bundi	835	845	-10
	Jalna	920	920	Unch
	Solapur	900	900	Unch
	Dhule	920	920	Unch
Palm Oil*	Kandla (Crude Palm Oil)	664	674	-11
	Kandla (RBD Palm oil)	714	709	5
	Kandla RBD Pamolein	751	756	-5
	Kakinada (Crude Palm Oil)	646	672	-26
	Kakinada RBD Pamolein	735	756	-21
	Haldia Pamolein	751	772	-21
	Chennai RBD Pamolein	746	777	-32
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1010	1010	Unch
	KPT (krishna patnam) Pamolein	735	761	-26
	Mumbai RBD Pamolein	777	777	Unch
	Mangalore RBD Pamolein	772	788	-16
	Tuticorin (RBD Palmolein)	-	769	-
	Delhi	785	790	-5
	Rajkot	719	735	-16
	Hyderabad	820	840	-20
	PFAD (Kandla)	494	473	21
	Refined Palm Stearin (Kandla)	646	672	-26
	Superolien (Kandla)	788	777	11
	Superolien (Mumbai)	798	809	-11
* inclusive of GST				
Refined Sunflower Oil	Chennai	910	910	Unch
	Mumbai	915	925	-10
	Mumbai(Expeller Oil)	840	850	-10
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	900	900	Unch
	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	1350	Unch
	Delhi	1350	1350	Unch
	Hyderabad *	1320	1320	Unch
	Mumbai	1340	1350	-10

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	850	880	-30
	Jaipur (Kacchi Ghani Oil)	875	895	-20
	Kota (Expeller Oil)	830	840	-10
	Kota (Kacchi Ghani Oil)	865	890	-25
	Neewai (Expeller Oil)	845	855	-10
	Neewai (Kacchi Ghani Oil)	855	865	-10
	Bharatpur (Kacchi Ghani Oil)	900	900	Unch
	Sri-Ganga Nagar(Exp Oil)	840	855	-15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	875	890	-15
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch
	New Delhi (Expeller Oil)	850	860	-10
	Hapur (Expeller Oil)	920	920	Unch
	Hapur (Kacchi Ghani Oil)	950	950	Unch
	Agra (Kacchi Ghani Oil)	905	905	Unch
Refined Cottonseed Oil	Rajkot	835	840	-5
	Hyderabad	840	855	-15
	Mumbai	830	845	-15
	New Delhi	790	800	-10
Coconut Oil	Kangayan (Crude)	Closed	Closed	-
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1200	1200	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	665	665	Unch
Rice Bran Oil (4%)	Punjab	760	750	10
Malaysia Palmolein USD/MT	FOB	528	538	-10
	CNF India	568	580	-12
Indonesia CPO USD/MT	FOB	530	540	-10
	CNF India	558	570	-12
RBD Palm oil (Malaysia Origin USD/MT)	FOB	525	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	555	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	655	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	520	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	765	770	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	700	Closed	-
Argentina FOB (\$/MT)		25-Apr-20	24-Apr-20	Change
Crude Soybean Oil Ship		Closed	570	-
Refined Soy Oil (Bulk) Ship		Closed	590	-
Sunflower Oil Ship		Closed	700	-
Cottonseed Oil Ship		Closed	550	-
Refined Linseed Oil (Bulk) Ship		Closed	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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2020 Indian Agribusiness Systems Ltd.