

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Thursday.
- Soy oil prices rose on demand prospects and rise in international benchmarks while palm oil domestic prices fell on demand concerns. BMD CPO rose on technical buying, higher exports of palm oil from Malaysia and buying at lower quotes. CBOT soy oil rose on rise in crude oil prices. Rise in crude oil prices will support edible oils prices.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's April palm oil exports rose 3.8 percent to 1,174,285 tons compared to 1,131,283 tons last month. Top buyers were European Union 375,350 tons (381,956 tons), China at 207,530 tons (189,740 tons) and India & subcontinent 87,250 tons (71,150 tons). Values in brackets are figures of last month.
- 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.
- Soy oil international prices are expected to be supported by rise in crude oil prices, rise in import demand of soybean from China, fall in stocks of soy oil in US and lower soybean crop in Argentina and Brazil. However, adverse effect of coronavirus will underpin gains.
- 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 higher production amid firm exports. 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.

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	9.60	790.60	798.00	788.40	796.80	8,340	-1480	20280	-525
Jun-20	10.80	755.00	764.60	754.00	764.20	5,425	-165	14505	1055

Prices & Vol-OI are at 5:30 PM

Spread	May-20	Jun-20
Spot	28.20	
May-20		-32.60
Jun-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Apr-20	-0.40	633.50	633.50	631.10	631.50	270	40	941	-157
May-20	12.60	605.00	611.00	600.70	610.90	1540	411	3572	99

Spread	Apr-20	May-20
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Spot	-4.5	
Apr-20		-20.6
May-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.12	25.84	25.9	25.81	25.9
Jul	0.18	26.18	26.4	26.17	26.35
Aug	0.19	26.4	26.58	26.36	26.55
Sep	0.18	26.56	26.7	26.52	26.7
Oct	0.11	26.73	26.79	26.69	26.79

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	42	2101	2114	2090	2669
Jun	56	2079	2112	2071	2626
Jul	51	2067	2095	2055	2585
Aug	45	2065	2089	2057	2560

0.23

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
29/04/2020	7.05	14930	4.299	66.66	75.01	5.34	99.44	17.45

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		30-Apr-20	29-Apr-20	
Refined Soybean Oil	Indore	825	825	Unch
	Indore (Soy Solvent Crude)	830	830	Unch
	Mumbai	820	820	Unch
	Mumbai (Soy Degum)	780	790	-10
	Kandla/Mundra	800	800	Unch
	Kandla/Mundra (Soy Degum)	768	770	-2
	Kolkata	800	800	Unch
	Delhi	845	840	5
	Nagpur	890	885	5
	Rajkot	830	820	10
	Kota	840	830	10

	Hyderabad	Unq	Unq	-
	Akola	840	837	3
	Amrawati	845	840	5
	Bundi	845	835	10
	Jalna	900	895	5
	Solapur	880	875	5
	Dhule	900	895	5
Palm Oil*	Kandla (Crude Palm Oil)	660	664	-3
	Kandla (RBD Palm oil)	714	714	Unch
	Kandla RBD Pamolein	740	740	Unch
	Kakinada (Crude Palm Oil)	625	633	-8
	Kakinada RBD Pamolein	735	740	-5
	Haldia Pamolein	740	751	-11
	Chennai RBD Pamolein	746	746	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	-	-	-
	KPT (krishna patnam) Pamolein	735	740	-5
	Mumbai RBD Pamolein	761	767	-5
	Mangalore RBD Pamolein	761	761	Unch
	Tuticorin (RBD Palmolein)	742	-	-
	Delhi	775	770	5
	Rajkot	735	735	Unch
	Hyderabad	815	810	5
	PFAD (Kandla)	494	494	Unch
	Refined Palm Stearin (Kandla)	625	633	-8
	Superolien (Kandla)	788	788	Unch
	Superolien (Mumbai)	798	798	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	915	915	Unch
	Mumbai	910	910	Unch
	Mumbai(Expeller Oil)	840	840	Unch
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	885	895	-10
	Latur (Expeller Oil)	835	835	Unch
	Chellakere (Expeller Oil)	840	840	Unch
	Erode (Expeller Oil)	Closed	Closed	-
Groundnut Oil	Rajkot	1290	1290	Unch
	Chennai	1350	1350	Unch
	Delhi	1350	1350	Unch
	Hyderabad *	1320	1320	Unch
	Mumbai	1340	1340	Unch

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	885	882	3
	Jaipur (Kacchi Ghani Oil)	900	890	10
	Kota (Expeller Oil)	840	830	10
	Kota (Kacchi Ghani Oil)	865	865	Unch
	Neewai (Expeller Oil)	865	865	Unch
	Neewai (Kacchi Ghani Oil)	885	885	Unch
	Bharatpur (Kacchi Ghani Oil)	910	905	5
	Sri-Ganga Nagar(Exp Oil)	860	860	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	895	895	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1040	1040	Unch
	New Delhi (Expeller Oil)	855	865	-10
	Hapur (Expeller Oil)	915	915	Unch
	Hapur (Kacchi Ghani Oil)	945	945	Unch
	Agra (Kacchi Ghani Oil)	915	910	5
Refined Cottonseed Oil	Rajkot	840	825	15
	Hyderabad	835	830	5
	Mumbai	825	825	Unch
	New Delhi	775	790	-15
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	660	660	Unch
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	538	525	13
	CNF India	555	560	-5
Indonesia CPO USD/MT	FOB	528	523	5
	CNF India	555	550	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	533	523	10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	555	543	12
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	650	625	25
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	520	510	10

Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	650	-
Ukraine Origin CSFO USD/MT Kandla	CIF	770	770	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	705	700	5
Argentina FOB (\$/MT)		29-Apr-20	28-Apr-20	Change
Crude Soybean Oil Ship		578	566	12
Refined Soy Oil (Bulk) Ship		598	586	12
Sunflower Oil Ship		700	700	Unch
Cottonseed Oil Ship		558	546	12
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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