

**Domestic Fundamentals:**

- Edible oil complex featured mostly weak trend in various markets centers on Monday.
- Soy oil and palm oil domestic markets fell on demand concerns and fall in international benchmarks. BMD CPO was fell on strong global supply and weak global demand concerns. CBOT soy oil fell on US-China trade tensions. Escalating US-China trade tensions will keep edible oils complex under pressure in coming days.
- According to Indonesia trade ministry, Indonesia will not charge export duty on crude palm oil for May. Reference prices of April was set at USD 635.15 per ton below threshold price of USD 750 per ton. Export duty on CPO was brought down to zero ton in April due to fall in threshold price of USD 750 per ton.
- 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. Further, there is shortage of trucks and trucks are facing problems in transit due to lockdown.
- 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.
- Crude oil prices surged this week due to lower rise in inventory in US supporting soy oil prices as soy oil competes with crude in biodiesel. China placed major orders of soybean from US this week. However, US has said that it will impose more duties on Chinese goods to punish China on its role in coronavirus spread. If US goes ahead and imposes higher trade duties on China than soybean exports from US will suffer and will underpin soybean complex 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 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.

**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	-14.60	789.00	794.00	782.00	782.00	7,785	-555	19480	-800
Jun-20	-13.40	756.40	759.80	750.00	750.00	3,580	-1845	14870	365

Prices & Vol-OI are at 5:30 PM

Spread	May-20	Jun-20
Spot	43.00	
May-20		-32.00
Jun-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	-18.20	604.90	605.00	589.10	590.80	1944	1674	3693	2752
June-20	-18.20	593.00	595.40	580.00	582.20	625	-915	1243	-2329

Spread	May-20	June-20
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Spot	38.2	
May-20		-8.6
June-20		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	-0.30	25.91	25.91	25.83	25.84
Jul	-0.29	26.25	26.34	26.12	26.21
Aug	-0.29	26.53	26.53	26.33	26.4
Sep	-0.28	26.66	26.66	26.55	26.59
Oct	-0.25	26.79	26.81	26.7	26.78

0.23

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

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	-67	2060	2060	2035	2669
Jun	-108	2075	2079	1995	2626
Jul	-106	2055	2064	1976	2585
Aug	-104	2062	2062	1973	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/05/2020	7.06	15115	4.316	66.65	75.62	5.48	99.37	18.73

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		04-May-20	02-May-20	
Refined Soybean Oil	Indore	825	820	5
	Indore (Soy Solvent Crude)	785	780	5
	Mumbai	820	825	-5
	Mumbai (Soy Degum)	780	775	5
	Kandla/Mundra	795	795	Unch
	Kandla/Mundra (Soy Degum)	768	765	3
	Kolkata	795	800	-5
	Delhi	840	845	-5
	Nagpur	885	890	-5
	Rajkot	820	830	-10
	Kota	830	840	-10
	Hyderabad	Unq	Unq	-



	Akola	835	840	-5
	Amrawati	837	845	-8
	Bundi	835	845	-10
	Jalna	895	900	-5
	Solapur	875	880	-5
	Dhule	895	900	-5
Palm Oil*	Kandla (Crude Palm Oil)	660	659	1
	Kandla (RBD Palm oil)	714	719	-5
	Kandla RBD Pamolein	735	735	Unch
	Kakinada (Crude Palm Oil)	620	625	-5
	Kakinada RBD Pamolein	725	725	Unch
	Haldia Pamolein	735	725	11
	Chennai RBD Pamolein	740	746	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1010	1010	Unch
	KPT (krishna patnam) Pamolein	725	725	Unch
	Mumbai RBD Pamolein	746	746	Unch
	Mangalore RBD Pamolein	751	746	5
	Tuticorin (RBD Palmolein)	742	742	Unch
	Delhi	765	775	-10
	Rajkot	714	735	-21
	Hyderabad	805	815	-10
	PFAD (Kandla)	494	494	Unch
	Refined Palm Stearin (Kandla)	620	625	-5
	Superolien (Kandla)	788	777	11
	Superolien (Mumbai)	798	798	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	920	915	5
	Mumbai	905	920	-15
	Mumbai(Expeller Oil)	840	850	-10
	Kandla (Ref.)	880	885	-5
	Hyderabad (Ref)	890	885	5
	Latur (Expeller Oil)	830	835	-5
	Chellakere (Expeller Oil)	835	840	-5
	Erode (Expeller Oil)	830	Closed	-
Groundnut Oil	Rajkot	1300	1290	10
	Chennai	1350	1350	Unch
	Delhi	1360	1360	Unch
	Hyderabad *	1320	1320	Unch
	Mumbai	1340	1340	Unch
	Gondal	1300	Closed	-

	Jamnagar	1300	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	895	895	Unch
	Jaipur (Kacchi Ghani Oil)	913	910	3
	Kota (Expeller Oil)	850	840	10
	Kota (Kacchi Ghani Oil)	865	875	-10
	Neewai (Expeller Oil)	880	880	Unch
	Neewai (Kacchi Ghani Oil)	890	890	Unch
	Bharatpur (Kacchi Ghani Oil)	920	910	10
	Sri-Ganga Nagar(Exp Oil)	860	860	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	890	895	-5
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1050	1040	10
	New Delhi (Expeller Oil)	865	860	5
	Hapur (Expeller Oil)	915	915	Unch
	Hapur (Kacchi Ghani Oil)	945	945	Unch
	Agra (Kacchi Ghani Oil)	925	915	10
Refined Cottonseed Oil	Rajkot	820	840	-20
	Hyderabad	825	835	-10
	Mumbai	825	850	-25
	New Delhi	775	780	-5
Coconut Oil	Kangayan (Crude)	1460	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	650	665	-15
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	533	538	-5
	CNF India	570	555	15
Indonesia CPO USD/MT	FOB	523	528	-5
	CNF India	560	555	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	528	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	545	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	655	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	510	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-

Ukraine Origin CSFO USD/MT Kandla	CIF	770	770	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	Closed	-
Argentina FOB (\$/MT)		2-May-20	1-May-20	Change
Crude Soybean Oil Ship		Closed	584	-
Refined Soy Oil (Bulk) Ship		Closed	604	-
Sunflower Oil Ship		Closed	700	-
Cottonseed Oil Ship		Closed	564	-
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).**

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