

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Thursday.
- Soy oil and palm oil domestic markets fell on demand concerns. BMD CPO was closed today. CBOT soy oil fell on US-China trade dispute concerns. Escalating US-China trade tensions will keep edible oils complex under pressure in coming days.
- 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 exports from Malaysia and lower use of palm oil in biodiesel in Indonesia. 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.
- 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.
- 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.
- 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.

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	4.80	762.80	771.80	762.00	767.60	7,710	-6065	21325	1015
Jun-20	2.40	736.00	745.00	732.20	738.40	6,610	-1860	16545	710

Prices & Vol-OI are at 5:30 PM

Spread	May-20	Jun-20
Spot	27.40	
May-20		-29.20
Jun-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	6.10	572.40	579.00	567.30	578.50	1301	-1326	3895	160
June-20	3.90	565.00	568.50	557.40	566.40	271	-238	1437	52

Spread	May-20	June-20
Spot	35.5	
May-20		-12.1
June-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
May	0.18	25.87	26.07	25.79	26.02
Jul	0.18	26.05	26.25	26.02	26.21
Aug	0.18	26.22	26.43	26.19	26.39
Sep	0.18	26.38	26.57	26.35	26.55
Oct	0.17	26.72	26.92	26.68	26.89

0.23

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	-38	2014	2020	2000	2669
Jun	-32	2001	2015	1950	2626
Jul	-28	1987	2005	1939	2585
Aug	-22	1984	2006	1944	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
07/05/2020	7.09	15064	4.324	67.10	75.83	5.72	100.18	26.41

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		07-May-20	06-May-20	
Refined Soybean Oil	Indore	800	815	-15
	Indore (Soy Solvent Crude)	760	775	-15
	Mumbai	800	820	-20
	Mumbai (Soy Degum)	760	765	-5
	Kandla/Mundra	780	785	-5
	Kandla/Mundra (Soy Degum)	745	750	-5
	Kolkata	780	785	-5
	Delhi	820	820	Unch
	Nagpur	885	885	Unch
	Rajkot	810	810	Unch
	Kota	800	820	-20
	Hyderabad	Unq	Unq	-

	Akola	835	835	Unch
	Amrawati	835	835	Unch
	Bundi	805	825	-20
	Jalna	895	895	Unch
	Solapur	875	875	Unch
	Dhule	895	895	Unch
Palm Oil*	Kandla (Crude Palm Oil)	642	645	-3
	Kandla (RBD Palm oil)	693	693	Unch
	Kandla RBD Pamolein	714	730	-16
	Kakinada (Crude Palm Oil)	604	609	-5
	Kakinada RBD Pamolein	704	709	-5
	Haldia Pamolein	714	725	-11
	Chennai RBD Pamolein	730	740	-11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1010	1010	Unch
	KPT (krishna patnam) Pamolein	709	719	-11
	Mumbai RBD Pamolein	730	735	-5
	Mangalore RBD Pamolein	735	735	Unch
	Tuticorin (RBD Palmolein)	706	716	-11
	Delhi	745	755	-10
	Rajkot	704	704	Unch
	Hyderabad	780	790	-10
	PFAD (Kandla)	452	452	Unch
	Refined Palm Stearin (Kandla)	604	609	-5
	Superolien (Kandla)	735	735	Unch
	Superolien (Mumbai)	756	756	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	890	890	Unch
	Mumbai	900	900	Unch
	Mumbai(Expeller Oil)	830	835	-5
	Kandla (Ref.)	870	870	Unch
	Hyderabad (Ref)	885	870	15
	Latur (Expeller Oil)	830	830	Unch
	Chellakere (Expeller Oil)	835	835	Unch
	Erode (Expeller Oil)	830	830	Unch
Groundnut Oil	Rajkot	1325	1325	Unch
	Chennai	1400	1350	50
	Delhi	1340	1340	Unch
	Hyderabad *	1330	1300	30
	Mumbai	1370	1350	20
	Gondal	1320	1300	20

	Jamnagar	1320	1300	20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	896	886	10
	Jaipur (Kacchi Ghani Oil)	925	905	20
	Kota (Expeller Oil)	850	850	Unch
	Kota (Kacchi Ghani Oil)	895	895	Unch
	Neewai (Expeller Oil)	885	880	5
	Neewai (Kacchi Ghani Oil)	895	890	5
	Bharatpur (Kacchi Ghani Oil)	920	920	Unch
	Sri-Ganga Nagar(Exp Oil)	860	855	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	900	885	15
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch
	New Delhi (Expeller Oil)	860	855	5
	Hapur (Expeller Oil)	916	908	8
	Hapur (Kacchi Ghani Oil)	946	938	8
	Agra (Kacchi Ghani Oil)	925	925	Unch
Refined Cottonseed Oil	Rajkot	805	810	-5
	Hyderabad	810	815	-5
	Mumbai	815	825	-10
	New Delhi	750	755	-5
Coconut Oil	Kangayan (Crude)	1460	1460	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1200	1200	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	635	640	-5
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	Closed	518	-
	CNF India	Closed	550	-
Indonesia CPO USD/MT	FOB	Closed	505	-
	CNF India	Closed	540	-
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	515	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	528	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	645	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	500	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	620	-

Ukraine Origin CSFO USD/MT Kandla	CIF	770	770	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	715	710	5
Argentina FOB (\$/MT)		6-May-20	5-May-20	Change
Crude Soybean Oil Ship		562	572	-10
Refined Soy Oil (Bulk) Ship		582	592	-10
Sunflower Oil Ship		685	685	Unch
Cottonseed Oil Ship		542	552	-10
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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