

**Domestic Fundamentals:**

- Edible oil complex featured mostly firm trend in various markets centers on Monday.
- Soy oil and palm oil domestic markets rose on rise in international benchmarks. BMD CPO was closed today on festival.. CBOT soy oil rose on fresh China soybean demand amid US-China trade dispute concerns. Escalating US-China trade tensions will keep edible oils complex under pressure in coming days.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's May 1-10 palm oil exports rose 7.8 percent to 337,255 tons compared to 312,900 tons in corresponding period last month. Top buyers were China at 97,350 tons (28,200 tons), European Union 47,020 tons (60,265 tons), and India & subcontinent 29,900 tons (49,500 tons). Values in brackets are figures of corresponding period last month.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO), biodiesel and oleochemical exports from Indonesia fell 2.16 percent in Mar 2020 y-o-y to 2.72 MMT from 2.78 MMT in Mar 2019. Exports rose by 11.02 percent in Mar m-o-m to 2.72 MMT from 2.45 MMT in Feb 2020. Stocks of palm oil at the end of Mar was 3.42 MMT compared to Feb 2020 figure of 4.08 MMT, down 16.18 percent m-o-m.
- According to Malaysian Palm Oil Council (MPOC), production of crude palm oil production will fall by 1.0 percent in 2020 to 19.7 MMT. Dry weather in 2019 and lockdown of the country lead to fall in production. Less fertilizer use in 2019 due to low palm oil prices and dry weather in mid-2019 lead to fall in yields. Also, temporary halt to production on coronavirus in six districts in Sabah province is expected to lower production. Lockdown led to lower harvest, milling and labor shortage leading to supply chain problems and limited palm oil production. Palm oil stocks at the end of 2020 is expected to fall to 1.9 MMT compared to 2.0 MMT at the end of 2019. Palm oil global demand has fallen due to coronavirus leading to lockdown of 50 percent of global population.
- 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 raw material shortage, labor shortage, packaging material shortage and shortage of trucks has slowed demand. Moreover, transit problems faced by trucks are slowing down transport of products.
- 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 and buying at lower levels. However, adverse effect of coronavirus will underpin gains.

**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	8.20	784.80	790.20	780.00	786.00	8,095	-2325	22610	-865
Jun-20	9.40	748.40	761.00	748.40	758.20	8,165	-1890	16425	90

Prices & Vol-OI are at 5:30 PM

Spread	May-20	Jun-20
Spot	14.00	
May-20		-27.80
Jun-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	13.40	600.00	603.50	593.50	603.50	737	-935	3981	45
June-20	13.80	588.00	588.00	577.00	587.50	495	-262	1563	6

**Spread**
**May-20**
**June-20**
**Spot**

5.5

**May-20**

-16

**June-20**
**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.06	26.57	26.79	26.48	26.6
Aug	0.07	26.74	26.97	26.67	26.79
Sep	0.07	26.96	27.13	26.84	26.95
Oct	-0.06	27.18	27.26	26.98	26.98
Dec	0.07	27.39	27.61	27.3	27.43

0.23

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

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	55	2028	2055	2028	2669
Jun	81	1989	2034	1982	2626
Jul	73	1970	2024	1968	2585
Aug	72	1972	2025	1971	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
11/05/2020	7.09	14905	4.334	67.22	75.75	5.74	100.09	24.05

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		11-May-20	09-May-20	
Refined Soybean Oil	Indore	800	800	Unch
	Indore (Soy Solvent Crude)	760	760	Unch
	Mumbai	800	795	5
	Mumbai (Soy Degum)	755	750	5
	Kandla/Mundra	780	780	Unch
	Kandla/Mundra (Soy Degum)	753	745	8
	Kolkata	780	785	-5
	Delhi	835	830	5
	Nagpur	875	875	Unch
	Rajkot	825	820	5
	Kota	815	810	5
	Hyderabad	Unq	Unq	-



	Akola	820	820	Unch
	Amrawati	825	825	Unch
	Bundi	820	815	5
	Jalna	885	885	Unch
	Solapur	865	865	Unch
	Dhule	885	885	Unch
Palm Oil*	Kandla (Crude Palm Oil)	639	633	6
	Kandla (RBD Palm oil)	693	688	5
	Kandla RBD Pamolein	714	714	Unch
	Kakinada (Crude Palm Oil)	612	609	3
	Kakinada RBD Pamolein	704	704	Unch
	Haldia Pamolein	714	719	-5
	Chennai RBD Pamolein	730	725	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1010	1010	Unch
	KPT (krishna patnam) Pamolein	709	709	Unch
	Mumbai RBD Pamolein	730	730	Unch
	Mangalore RBD Pamolein	735	730	5
	Tuticorin (RBD Palmolein)	-	717	-
	Delhi	765	755	10
	Rajkot	709	704	5
	Hyderabad	785	780	5
	PFAD (Kandla)	452	452	Unch
	Refined Palm Stearin (Kandla)	612	609	3
	Superolien (Kandla)	735	725	11
	Superolien (Mumbai)	756	735	21
* inclusive of GST				
Refined Sunflower Oil	Chennai	900	890	10
	Mumbai	900	895	5
	Mumbai(Expeller Oil)	830	835	-5
	Kandla (Ref.)	870	870	Unch
	Hyderabad (Ref)	890	885	5
	Latur (Expeller Oil)	835	835	Unch
	Chellakere (Expeller Oil)	845	845	Unch
	Erode (Expeller Oil)	930	930	Unch
Groundnut Oil	Rajkot	1350	1350	Unch
	Chennai	1400	1400	Unch
	Delhi	1340	1360	-20
	Hyderabad *	1330	1330	Unch
	Mumbai	1380	1350	30
	Gondal	1350	1350	Unch

	Jamnagar	1350	1350	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	914	906	8
	Jaipur (Kacchi Ghani Oil)	943	935	8
	Kota (Expeller Oil)	870	870	Unch
	Kota (Kacchi Ghani Oil)	890	900	-10
	Neewai (Expeller Oil)	905	890	15
	Neewai (Kacchi Ghani Oil)	915	900	15
	Bharatpur (Kacchi Ghani Oil)	930	930	Unch
	Sri-Ganga Nagar(Exp Oil)	880	870	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	920	910	10
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1050	1050	Unch
	New Delhi (Expeller Oil)	885	880	5
	Hapur (Expeller Oil)	916	916	Unch
	Hapur (Kacchi Ghani Oil)	946	946	Unch
	Agra (Kacchi Ghani Oil)	935	935	Unch
Refined Cottonseed Oil	Rajkot	830	840	-10
	Hyderabad	840	840	Unch
	Mumbai	805	845	-40
	New Delhi	770	770	Unch
Coconut Oil	Kangayan (Crude)	1460	1460	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1250	1250	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	665	655	10
Rice Bran Oil (4%)	Punjab	760	750	10
Malaysia Palmolein USD/MT	FOB	Closed	528	-
	CNF India	560	555	5
Indonesia CPO USD/MT	FOB	Closed	513	-
	CNF India	550	545	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-



Ukraine Origin CSFO USD/MT Kandla	CIF	770	775	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	Closed	-
Argentina FOB (\$/MT)		9-May-20	8-May-20	Change
Crude Soybean Oil Ship		Closed	572	-
Refined Soy Oil (Bulk) Ship		Closed	592	-
Sunflower Oil Ship		Closed	685	-
Cottonseed Oil Ship		Closed	552	-
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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