

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Tuesday.
- Soy oil domestic prices fell on demand concerns while palm oil domestic markets rose on rise in international benchmarks. BMD CPO rose on higher global demand prospects, Indonesia keeping its biodiesel policy unchanged, Malaysia cutting palm oil export duty to zero and rise in crude oil prices. CBOT soy oil rose on higher soybean demand from China and rise in crude oil prices. Rise in crude oil prices will support edible oils prices.
- Palm oil international prices are expected to be supported by demand at lower levels, rise in exports of palm oil from Malaysia, slow rise in production of palm oil in Malaysia, Indonesia keeping its biodiesel policy intact, Malaysia reducing crude palm oil export duty to zero, depreciation of ringgit and rise in crude oil prices.
- According to National Oilseed Processors Association (NOPA), U.S. April soybean crush fell by 5.30 percent m-o-m to 171.754 million bushels from 181.374 million bushels in March 2020, below market expectation. Crush of soybean in Apr was higher by 7.35 percent y-o-y compared to Apr 2019 figure of 159.990 million bushels. Soy oil stocks in U.S. at the end of Apr rose 11.16 percent m-o-m to 2.111 billion lbs compared to 1.899 billion lbs in end Mar 2020. Stocks of soy oil in end Apr was higher by 18.13 percent y-o-y compared to end Apr 2019, which was reported at 1.787 million lbs. Soy oil stocks was above trade expectation.
- According to Solvent Extractors Association (SEA), India's April edible oil imports fell 34.11 percent y-o-y to 7.90 lakh tons from 11.99 lakh tons in April 2019. Palm oil imports in Apr fell 45.60 percent y-o-y to 3.85 lakh tons from 7.08 lakh tons in Apr 2019. CPO imports fell 21.11 percent in Apr y-o-y to 3.55 lakh tons from 4.50 lakh tons in Apr 2019. RBD palmolein imports fell by 87.45 percent in Apr y-o-y to 0.30 lakh tons from 2.39 lakh tons in Apr 2019. Soy oil imports fell 23.70 percent in Apr y-o-y to 1.90 lakh tons from 2.49 lakh tons in Apr 2019. Sunflower oil imports fell 10.70 percent y-o-y in Apr to 2.17 lakh tons from 2.43 lakh tons in Apr 2019. Rapeseed (canola) oil imports in Apr was 0.27 lakh tons compared to zero imports in Apr 2019.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's May 1-15 palm oil exports rose 6.1 percent to 501,000 tons compared to 472,085 tons in corresponding period last month. Top buyers were China at 125,215 tons (52,300 tons), European Union 109,645 tons (101,470 tons), and India & subcontinent 70,500 tons (70,000 tons). Values in brackets are figures of corresponding period last month.
- According to Malaysia Palm Oil Board (MPOB), Malaysia reduced June crude palm oil export tax to 0.0 percent from 4.5 percent last month. Export duty of palm oil is calculated at reference price of 2122.77 ringgit per ton. Tax is calculated between 2,250-2,400 ringgit per ton at 3.0 percent and is taxed maximum of 8.0 percent when prices are above 3,450 ringgit per ton.
- According to United States Department of Agriculture (USDA) May estimate, India's 2020/21 palm oil import estimate have been increased to 9.2 MMT from 9 MMT in 2019/20, higher by 2.22 percent y-o-y. Palm oil consumption have been raised to 9.43 MMT in 2020/21 from 9.31 MMT in 2019/20, higher by 1.29 percent y-o-y.
- According to United States Department of Agriculture (USDA) May estimate, India's 2020/21 sunflower oil import estimate have been reduced to 2.6 MMT from 2.7 MMT in 2019/20, lower by 3.70 percent y-o-y. Sunflower oil consumption have been kept unchanged at 2.8 MMT in 2020/21 compared to 2019/20.

Outlook: Edible oil basket is expected to feature sideways to firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	-1.40	783.00	784.20	774.20	777.20	14,735	-3530	22975	-745
Jun-20	-2.60	769.80	769.80	758.60	762.00	2,905	-1935	5635	2155
Prices & Vol-OI are at 5:30 PM									

Spread	May-20	Jun-20
Spot	22.80	
May-20		-15.20
Jun-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	2.60	617.50	622.10	611.50	619.00	1188	-742	3111	-107
June-20	-2.40	602.00	604.90	594.50	597.40	1005	-388	2720	143

Spread
May-20
June-20
Spot

9.0

May-20

-21.6

June-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	-0.04	27.33	27.56	27.21	27.28
Aug	-0.05	27.53	27.74	27.41	27.46
Sep	-0.08	27.69	27.9	27.55	27.6
Oct	-0.03	27.83	28.02	27.77	27.77
Dec	-0.07	28.16	28.36	28.01	28.06

0.23

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	44	2207	2235	2186	2669
Jun	43	2173	2201	2151	2626
Jul	40	2165	2189	2140	2585
Aug	35	2173	2189	2147	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
19/05/2020	7.10	14775	4.345	67.81	75.64	5.72	99.36	32.11

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		19-May-20	18-May-20	
Refined Soybean Oil	Indore	800	800	Unch
	Indore (Soy Solvent Crude)	770	770	Unch
	Mumbai	800	800	Unch
	Mumbai (Soy Degum)	775	765	10
	Kandla/Mundra	790	785	5
	Kandla/Mundra (Soy Degum)	760	755	5
	Kolkata	790	785	5
	Delhi	830	835	-5
	Nagpur	880	875	5
	Rajkot	820	820	Unch
	Kota	815	810	5
	Hyderabad	Unq	Unq	-

	Akola	821	820	1
	Amrawati	827	823	4
	Bundi	820	815	5
	Jalna	890	885	5
	Solapur	870	865	5
	Dhule	890	885	5
Palm Oil*	Kandla (Crude Palm Oil)	659	659	Unch
	Kandla (RBD Palm oil)	704	688	16
	Kandla RBD Pamolein	740	740	Unch
	Kakinada (Crude Palm Oil)	656	641	16
	Kakinada RBD Pamolein	730	730	Unch
	Haldia Pamolein	735	730	5
	Chennai RBD Pamolein	740	740	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	-	-	-
	KPT (krishna patnam) Pamolein	740	740	Unch
	Mumbai RBD Pamolein	751	751	Unch
	Mangalore RBD Pamolein	751	751	Unch
	Tuticorin (RBD Palmolein)	746	730	16
	Delhi	770	770	Unch
	Rajkot	746	725	21
	Hyderabad	800	775	25
	PFAD (Kandla)	462	452	11
	Refined Palm Stearin (Kandla)	656	641	16
	Superolien (Kandla)	735	735	Unch
	Superolien (Mumbai)	756	756	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	910	900	10
	Mumbai	905	900	5
	Mumbai(Expeller Oil)	855	830	25
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	910	890	20
	Latur (Expeller Oil)	855	835	20
	Chellakere (Expeller Oil)	865	845	20
	Erode (Expeller Oil)	935	930	5
Groundnut Oil	Rajkot	1375	1375	Unch
	Chennai	1430	1450	-20
	Delhi	1460	1460	Unch
	Hyderabad *	1350	1370	-20
	Mumbai	1450	1450	Unch
	Gondal	1375	1380	-5

	Jamnagar	1375	1380	-5
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	920	916	4
	Jaipur (Kacchi Ghani Oil)	950	945	5
	Kota (Expeller Oil)	900	890	10
	Kota (Kacchi Ghani Oil)	940	890	50
	Neewai (Expeller Oil)	920	910	10
	Neewai (Kacchi Ghani Oil)	930	920	10
	Bharatpur (Kacchi Ghani Oil)	955	935	20
	Sri-Ganga Nagar(Exp Oil)	900	900	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	940	940	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1000	1000	Unch
	New Delhi (Expeller Oil)	910	915	-5
	Hapur (Expeller Oil)	926	930	-4
	Hapur (Kacchi Ghani Oil)	956	960	-4
	Agra (Kacchi Ghani Oil)	960	940	20
Refined Cottonseed Oil	Rajkot	820	820	Unch
	Hyderabad	825	825	Unch
	Mumbai	825	825	Unch
	New Delhi	785	785	Unch
Coconut Oil	Kangayan (Crude)	1475	1475	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1150	1200	-50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	675	675	Unch
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	530	535	-5
	CNF India	563	565	-2
Indonesia CPO USD/MT	FOB	518	513	5
	CNF India	553	555	-2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	528	528	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	535	535	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	685	685	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	505	505	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	670	-

Ukraine Origin CSFO USD/MT Kandla	CIF	798	790	8
Rapeseed Oil Rotterdam Euro/MT	FOB	740	745	-5
Argentina FOB (\$/MT)		18-May-20	16-May-20	Change
Crude Soybean Oil Ship		616	Closed	-
Refined Soy Oil (Bulk) Ship		638	Closed	-
Sunflower Oil Ship		690	Closed	-
Cottonseed Oil Ship		596	Closed	-
Refined Linseed Oil (Bulk) Ship		Unq	Closed	-
* 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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