

**Domestic Fundamentals:**

- Edible oil complex featured mixed trend in various markets centers on Thursday.
- Soy oil and palm oil domestic prices rose on rise in international benchmarks. BMD CPO rose on higher global demand prospects and fresh demand from India. CBOT soy oil rose on rise in crude oil prices.
- Soy oil international prices are supported by demand at lower levels, firm demand of soybean from China, rise in crude oil prices and lower crop of soybean in South America. However, higher soy oil stocks of in US as reported by NOPA will cap gains in prices.
- Rapeseed oil domestic market is supported by firm demand. Supply has been totally restored. Demand is high due to perceived property of high immunity. Demand may slow due to rise in prices during lockdown.
- Sunflower oil domestic market is supported by firm demand. Import demand of sunflower oil will slow due to negative import parity and negative margins. Demand may slow due to rise in its prices during lockdown.
- 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 it biodiesel policy intact, Malaysia reducing crude palm oil export duty to zero, depreciation of ringgit and rise in crude oil prices.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's May 1-20 palm oil exports rose 11.6 percent to 772,145 tons compared to 691,910 tons in corresponding period last month. Top buyers were China at 144,715 tons (91,420 tons), European Union 199,245 tons (180,880 tons), and India & subcontinent 99,400 tons (87,250 tons). Values in brackets are figures of corresponding period last month.
- Indonesia increased palm oil export levy by USD 5 per ton to finance it B30 biodiesel mandate. Indonesia is going to distribute USD 187 million for its B30 program. Indonesia Estate Fund has not got enough funds to fund program after 2020. This fund subsidizes producers of biodiesel with subsidies to fund gap between diesel fuel and biodiesel. Indonesia ambitious biodiesel mandate intends to reduce crude oil imports by increasing consumption of surplus palm oil production. Indonesia currently collects USD 50 per ton export levy on exports of crude palm oil if prices rise above USD 619 per ton.
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- India has contracted to purchase 2-3 lakh tons of crude palm oil (CPO) from Malaysia for June and July delivery. This comes after Malaysia reduced its CPO palm oil export duty to zero and India restricting refined palm oil imports by cancelling all the 29 licenses. India and Malaysia relations were strained for last some months when Malaysia raised Kashmir issue at UN. This led Indian government to restrict refined palm oil imports and advising importers not to purchase from Malaysia. In recent times Malaysia has purchased sugar, rice and buffalo meat in bulk from India to decrease tensions between both countries. Malaysian Prime Minister Mahatir Mohammad was ousted from power in March and since then new regime has vowed to reverse the policy of Mahatir Mohammad to reduced tensions.

**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
Jun-20	1.20	779.60	781.60	773.60	777.40	10,040	-625	26960	1510
Jul-20	3.60	763.80	766.40	760.60	765.00	3,310	1135	7880	1720
Prices & Vol-OI are at 5:30 PM									

Spread	Jun -20	Jul-20
Spot	27.60	40.00
Jun-20		-12.40
Jul-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	8.50	627.10	631.30	624.00	630.20	1415	261	2396	-369
June-20	8.70	600.10	606.90	598.00	605.00	1537	205	2940	42

Spread	May-20	June-20
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Spot	2.8	
May-20		-25.2
June-20		

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

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	-0.10	27.25	27.43	27.23	27.26
Aug	-0.07	27.38	27.6	27.38	27.46
Sep	-0.10	27.58	27.75	27.58	27.59
Oct	-0.09	27.76	27.76	27.75	27.75
Dec	-0.09	28.05	28.21	28.03	28.06

0.23

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

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	57	2232	2276	2211	2669
Jun	54	2176	2229	2172	2626
Jul	49	2158	2209	2157	2585
Aug	46	2155	2208	2155	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/05/2020	7.10	14714	4.345	67.93	75.49	5.69	99.12	34.15

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		21-May-20	20-May-20	
Refined Soybean Oil	Indore	805	800	5
	Indore (Soy Solvent Crude)	770	770	Unch
	Mumbai	800	800	Unch
	Mumbai (Soy Degum)	775	775	Unch
	Kandla/Mundra	790	790	Unch
	Kandla/Mundra (Soy Degum)	755	755	Unch
	Kolkata	790	790	Unch
	Delhi	825	825	Unch
	Nagpur	885	880	5
	Rajkot	810	820	-10
	Kota	810	815	-5
	Hyderabad	Unq	Unq	-

	Akola	825	821	4
	Amrawati	825	827	-2
	Bundi	815	820	-5
	Jalna	895	890	5
	Solapur	875	870	5
	Dhule	895	890	5
Palm Oil*	Kandla (Crude Palm Oil)	665	665	Unch
	Kandla (RBD Palm oil)	709	709	Unch
	Kandla RBD Pamolein	740	740	Unch
	Kakinada (Crude Palm Oil)	646	656	-11
	Kakinada RBD Pamolein	730	730	Unch
	Haldia Pamolein	735	735	Unch
	Chennai RBD Pamolein	740	740	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	793	791	2
	KPT (krishna patnam) Pamolein	740	740	Unch
	Mumbai RBD Pamolein	751	751	Unch
	Mangalore RBD Pamolein	751	751	Unch
	Tuticorin (RBD Palmolein)	746	746	Unch
	Delhi	770	770	Unch
	Rajkot	725	746	-21
	Hyderabad	790	800	-10
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	646	656	-11
	Superolien (Kandla)	740	735	5
	Superolien (Mumbai)	761	756	5
* inclusive of GST				
Refined Sunflower Oil	Chennai	910	910	Unch
	Mumbai	905	905	Unch
	Mumbai(Expeller Oil)	855	855	Unch
	Kandla (Ref.)	880	880	Unch
	Hyderabad (Ref)	915	910	5
	Latur (Expeller Oil)	855	855	Unch
	Chellakere (Expeller Oil)	865	865	Unch
	Erode (Expeller Oil)	935	935	Unch
Groundnut Oil	Rajkot	1375	1375	Unch
	Chennai	1430	1430	Unch
	Delhi	1450	1450	Unch
	Hyderabad *	1350	1350	Unch
	Mumbai	1450	1450	Unch
	Gondal	1365	1365	Unch

	Jamnagar	1365	1365	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	933	920	13
	Jaipur (Kacchi Ghani Oil)	963	950	13
	Kota (Expeller Oil)	900	900	Unch
	Kota (Kacchi Ghani Oil)	940	940	Unch
	Neewai (Expeller Oil)	925	915	10
	Neewai (Kacchi Ghani Oil)	935	925	10
	Bharatpur (Kacchi Ghani Oil)	940	940	Unch
	Sri-Ganga Nagar(Exp Oil)	905	900	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	945	940	5
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1000	1000	Unch
	New Delhi (Expeller Oil)	920	910	10
	Hapur (Expeller Oil)	922	928	-6
	Hapur (Kacchi Ghani Oil)	952	958	-6
	Agra (Kacchi Ghani Oil)	945	945	Unch
Refined Cottonseed Oil	Rajkot	810	820	-10
	Hyderabad	815	825	-10
	Mumbai	825	825	Unch
	New Delhi	770	775	-5
Coconut Oil	Kangayan (Crude)	1475	1475	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1150	1150	Unch
	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	528	530	-2
	CNF India	575	570	5
Indonesia CPO USD/MT	FOB	525	523	2
	CNF India	565	560	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	533	528	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	535	530	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	685	680	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	508	505	3
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	660	-



Ukraine Origin CSFO USD/MT Kandla	CIF	800	800	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	738	-
Argentina FOB (\$/MT)		20-May-20	19-May-20	Change
Crude Soybean Oil Ship		620	616	4
Refined Soy Oil (Bulk) Ship		642	638	4
Sunflower Oil Ship		690	690	Unch
Cottonseed Oil Ship		600	596	4
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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