

Domestic Fundamentals:

- Edible oil complex featured sideways to weak trend in various markets centers on Friday.
- Soy oil domestic prices fell on fall in international benchmark while palm oil domestic prices rose demand prospects. BMD CPO rose on higher global demand prospects. CBOT soy oil fell on global demand worries.
- 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	-5.20	770.20	775.40	769.40	773.00	11,470	1430	27410	450
Jul-20	-4.60	758.00	762.40	757.00	760.80	2,830	-480	8530	650

Prices & Vol-OI are at 5:30 PM

Spread	Jun -20	Jul-20
Spot	32.00	
Jun-20		-12.20
Jul-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	8.50	624.00	639.00	623.90	637.00	1478	63	1852	-544
June-20	8.70	597.90	609.70	597.30	608.50	1687	150	3360	420

Spread	May-20	June-20
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Spot	1.0	
May-20		-28.5
June-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	-0.35	27.14	27.14	26.75	26.76
Aug	-0.36	27.3	27.32	26.94	26.94
Sep	-0.35	27.48	27.48	27.11	27.11
Oct	-0.32	27.64	27.64	27.29	27.29
Dec	-0.34	27.94	27.96	27.58	27.59

0.23

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May	-36	2240	2247	2222	2669
Jun	-34	2197	2200	2167	2626
Jul	-37	2173	2181	2144	2585
Aug	-43	2177	2178	2143	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
22/05/2020	7.13	14771	4.362	68.05	75.87	5.58	99.73	32.44

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		22-May-20	21-May-20	
Refined Soybean Oil	Indore	805	805	Unch
	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	880	885	-5
	Rajkot	810	810	Unch
	Kota	810	810	Unch
	Hyderabad	Unq	Unq	-

	Akola	820	825	-5
	Amrawati	820	825	-5
	Bundi	815	815	Unch
	Jalna	890	895	-5
	Solapur	870	875	-5
	Dhule	890	895	-5
Palm Oil*	Kandla (Crude Palm Oil)	670	665	5
	Kandla (RBD Palm oil)	709	709	Unch
	Kandla RBD Pamolein	740	740	Unch
	Kakinada (Crude Palm Oil)	646	646	Unch
	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	793	Unch
	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	775	770	5
	Rajkot	725	725	Unch
	Hyderabad	790	790	Unch
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	646	646	Unch
	Superolien (Kandla)	740	740	Unch
	Superolien (Mumbai)	761	761	Unch
* 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	915	Unch
	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	1430	1450	-20
	Gondal	1365	1365	Unch



	Jamnagar	1365	1365	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	933	933	Unch
	Jaipur (Kacchi Ghani Oil)	963	963	Unch
	Kota (Expeller Oil)	900	900	Unch
	Kota (Kacchi Ghani Oil)	940	940	Unch
	Neewai (Expeller Oil)	925	925	Unch
	Neewai (Kacchi Ghani Oil)	935	935	Unch
	Bharatpur (Kacchi Ghani Oil)	940	940	Unch
	Sri-Ganga Nagar(Exp Oil)	905	905	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	945	945	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1000	1000	Unch
	New Delhi (Expeller Oil)	925	920	5
	Hapur (Expeller Oil)	920	922	-2
	Hapur (Kacchi Ghani Oil)	950	952	-2
	Agra (Kacchi Ghani Oil)	945	945	Unch
Refined Cottonseed Oil	Rajkot	810	810	Unch
	Hyderabad	815	815	Unch
	Mumbai	820	825	-5
	New Delhi	770	770	Unch
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	677	675	2
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	525	528	-3
	CNF India	570	575	-5
Indonesia CPO USD/MT	FOB	525	525	Unch
	CNF India	560	565	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	533	533	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	530	535	-5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	680	685	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	500	508	-8
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	680	-



Ukraine Origin CSFO USD/MT Kandla	CIF	813	800	13
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	738	-
Argentina FOB (\$/MT)		21-May-20	20-May-20	Change
Crude Soybean Oil Ship		615	620	-5
Refined Soy Oil (Bulk) Ship		637	642	-5
Sunflower Oil Ship		700	690	10
Cottonseed Oil Ship		595	600	-5
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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