

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Monday.
- Soy oil and palm oil domestic markets were closed due to Eid festival. BMD CPO was also closed on occasion of Eid. CBOT soy oil is closed on occasion of Memorial Day. So, there were no markets open today leaving no projections.
- 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 its 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 its 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's 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)
25/05/2020	7.14	14752	4.364	68.16	75.87	5.53	99.79	33.55

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		25-May-20	23-May-20	
Refined Soybean Oil	Indore	805	802	3
	Indore (Soy Solvent Crude)	765	762	3
	Mumbai	805	800	5
	Mumbai (Soy Degum)	765	760	5
	Kandla/Mundra	795	790	5
	Kandla/Mundra (Soy Degum)	745	740	5
	Kolkata	790	785	5
	Delhi	815	820	-5
	Nagpur	880	880	Unch
	Rajkot	805	810	-5
	Kota	800	810	-10
	Hyderabad	Closed	Unq	-

	Akola	820	820	Unch
	Amrawati	820	820	Unch
	Bundi	805	815	-10
	Jalna	890	890	Unch
	Solapur	870	870	Unch
	Dhule	890	890	Unch
Palm Oil*	Kandla (Crude Palm Oil)	687	676	11
	Kandla (RBD Palm oil)	709	704	5
	Kandla RBD Pamolein	751	740	11
	Kakinada (Crude Palm Oil)	-	646	-
	Kakinada RBD Pamolein	746	735	11
	Haldia Pamolein	746	735	11
	Chennai RBD Pamolein	756	751	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	813	805	7
	KPT (krishna patnam) Pamolein	751	743	7
	Mumbai RBD Pamolein	761	754	7
	Mangalore RBD Pamolein	761	751	11
	Tuticorin (RBD Palmolein)	746	746	Unch
	Delhi	770	770	Unch
	Rajkot	725	725	Unch
	Hyderabad	Closed	790	-
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	-	646	-
	Superolien (Kandla)	777	767	11
	Superolien (Mumbai)	788	777	11
* inclusive of GST				
Refined Sunflower Oil	Chennai	910	910	Unch
	Mumbai	905	895	10
	Mumbai(Expeller Oil)	845	835	10
	Kandla (Ref.)	890	870	20
	Hyderabad (Ref)	Closed	915	-
	Latur (Expeller Oil)	845	855	-10
	Chellakere (Expeller Oil)	855	865	-10
	Erode (Expeller Oil)	Closed	935	-
Groundnut Oil	Rajkot	1350	1375	-25
	Chennai	1430	1430	Unch
	Delhi	1450	1450	Unch
	Hyderabad *	Closed	1350	-
	Mumbai	1400	1410	-10
	Gondal	Closed	1365	-

	Jamnagar	Closed	1365	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	937	933	4
	Jaipur (Kacchi Ghani Oil)	967	963	4
	Kota (Expeller Oil)	910	900	10
	Kota (Kacchi Ghani Oil)	940	940	Unch
	Neewai (Expeller Oil)	932	925	7
	Neewai (Kacchi Ghani Oil)	942	935	7
	Bharatpur (Kacchi Ghani Oil)	960	940	20
	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)	920	925	-5
	Hapur (Expeller Oil)	916	918	-2
	Hapur (Kacchi Ghani Oil)	946	948	-2
	Agra (Kacchi Ghani Oil)	965	945	20
Refined Cottonseed Oil	Rajkot	800	810	-10
	Hyderabad	Closed	815	-
	Mumbai	825	825	Unch
	New Delhi	755	760	-5
Coconut Oil	Kangayan (Crude)	Closed	1475	-
	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	750	750	Unch
Malaysia Palmolein USD/MT	FOB	Closed	533	-
	CNF India	575	570	5
Indonesia CPO USD/MT	FOB	Closed	528	-
	CNF India	565	560	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	820	810	10
Rapeseed Oil Rotterdam Euro/MT	FOB	740	Closed	-
Argentina FOB (\$/MT)		23-May-20	22-May-20	Change
Crude Soybean Oil Ship		Closed	608	-
Refined Soy Oil (Bulk) Ship		Closed	629	-
Sunflower Oil Ship		Closed	700	-
Cottonseed Oil Ship		Closed	588	-
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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