

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Tuesday.
- Soy oil and palm oil domestic markets rose on demand prospects and rise in international benchmarks. BMD CPO was also closed on occasion of Eid. CBOT soy oil rose on firm global demand prospects and rise in crude oil 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 it biodiesel policy intact, Malaysia reducing crude palm oil export duty to zero, depreciation of ringgit and 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 and better than expected soybean planting in US 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.
- 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	3.80	777.00	780.80	774.80	776.00	11,035	-435	28335	925
Jul-20	5.20	764.40	770.00	764.20	765.40	2,500	-330	8905	375
Prices & Vol-OI are at 5:30 PM									

Spread	Jun -20	Jul-20
Spot	29.00	
Jun-20		-10.60
Jul-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
May-20	9.80	643.00	650.70	641.10	648.00	743	-735	1370	-482
June-20	14.00	611.00	622.00	611.00	622.00	1488	-199	3334	-26

Spread	May-20	June-20
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Spot	-5.0	
May-20		-26
June-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.44	26.74	27.24	26.71	27.08
Aug	0.46	26.95	27.42	26.92	27.28
Sep	0.46	27.09	27.59	27.08	27.45
Oct	0.46	27.27	27.71	27.26	27.61
Dec	0.41	27.55	28.09	27.55	27.91

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)
26/05/2020	7.13	14745	4.364	68.11	75.64	5.44	99.17	34.07

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-May-20	25-May-20	
Refined Soybean Oil	Indore	805	805	Unch
	Indore (Soy Solvent Crude)	770	765	5
	Mumbai	800	805	-5
	Mumbai (Soy Degum)	760	765	-5
	Kandla/Mundra	790	795	-5
	Kandla/Mundra (Soy Degum)	746	745	1
	Kolkata	790	790	Unch
	Delhi	820	815	5
	Nagpur	880	880	Unch
	Rajkot	805	805	Unch
	Kota	800	800	Unch
	Hyderabad	Unq	Closed	-

	Akola	820	820	Unch
	Amrawati	820	820	Unch
	Bundi	805	805	Unch
	Jalna	890	890	Unch
	Solapur	870	870	Unch
	Dhule	890	890	Unch
Palm Oil*	Kandla (Crude Palm Oil)	675	675	Unch
	Kandla (RBD Palm oil)	709	709	Unch
	Kandla RBD Pamolein	740	740	Unch
	Kakinada (Crude Palm Oil)	646	-	-
	Kakinada RBD Pamolein	730	740	-11
	Haldia Pamolein	735	740	-5
	Chennai RBD Pamolein	740	740	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	793	795	-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	790	770	20
	Rajkot	725	725	Unch
	Hyderabad	790	Closed	-
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	646	-	-
	Superolien (Kandla)	740	756	-16
	Superolien (Mumbai)	761	767	-5
* inclusive of GST				
Refined Sunflower Oil	Chennai	910	910	Unch
	Mumbai	905	905	Unch
	Mumbai(Expeller Oil)	855	845	10
	Kandla (Ref.)	880	890	-10
	Hyderabad (Ref)	915	Closed	-
	Latur (Expeller Oil)	845	845	Unch
	Chellakere (Expeller Oil)	855	855	Unch
	Erode (Expeller Oil)	935	Closed	-
Groundnut Oil	Rajkot	1325	1350	-25
	Chennai	1430	1430	Unch
	Delhi	1450	1450	Unch
	Hyderabad *	1350	Closed	-
	Mumbai	1430	1400	30
	Gondal	1350	Closed	-

	Jamnagar	1350	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	945	937	8
	Jaipur (Kacchi Ghani Oil)	975	967	8
	Kota (Expeller Oil)	910	910	Unch
	Kota (Kacchi Ghani Oil)	940	940	Unch
	Neewai (Expeller Oil)	950	932	18
	Neewai (Kacchi Ghani Oil)	960	942	18
	Bharatpur (Kacchi Ghani Oil)	960	960	Unch
	Sri-Ganga Nagar(Exp Oil)	915	905	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	955	945	10
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1000	1000	Unch
	New Delhi (Expeller Oil)	920	920	Unch
	Hapur (Expeller Oil)	916	916	Unch
	Hapur (Kacchi Ghani Oil)	946	946	Unch
	Agra (Kacchi Ghani Oil)	965	965	Unch
Refined Cottonseed Oil	Rajkot	800	800	Unch
	Hyderabad	815	Closed	-
	Mumbai	820	825	-5
	New Delhi	755	755	Unch
Coconut Oil	Kangayan (Crude)	1475	Closed	-
	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	750	10
Malaysia Palmolein USD/MT	FOB	Closed	Closed	-
	CNF India	575	575	Unch
Indonesia CPO USD/MT	FOB	Closed	Closed	-
	CNF India	565	565	Unch
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	680	-

Ukraine Origin CSFO USD/MT Kandla	CIF	813	810	3
Rapeseed Oil Rotterdam Euro/MT	FOB	744	740	4
Argentina FOB (\$/MT)		25-May-20	23-May-20	Change
Crude Soybean Oil Ship		Unq	Closed	-
Refined Soy Oil (Bulk) Ship		Unq	Closed	-
Sunflower Oil Ship		Unq	Closed	-
Cottonseed Oil Ship		Unq	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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