

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Monday.
- Soy oil and palm oil domestic markets rose on demand prospects as India opened its economy in first phase. BMD CPO rose on global demand prospects. CBOT soy oil rose on technical buying amid US-China setoff on coronavirus.
- According to Indonesia trade ministry, Indonesia will not charge export duty on crude palm oil for June. Reference prices of June was set at USD 568.94 per ton compared to USD 635.15 per ton last month, below threshold price of USD 750 per ton. Export duty on CPO was brought down to zero ton in April due to fall in threshold price of USD 750 per ton. Indonesia charges export levy on CPO above USD 570 per ton. Earlier in the month Indonesia increased export levy by USD 5 per ton to fund ambitious biodiesel program after 2020.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's May palm oil exports rose 7.0 percent to 1,256,395 tons compared to 1,174,285 tons last month. Top buyers were European Union 269,125 tons (375,350 tons), China at 233,015 tons (207,530 tons) and India & subcontinent 197,600 tons (87,250 tons). Values in brackets are figures of last month.
- Palm oil international prices are expected to be supported by demand at lower levels, expectation of slow rise in end stocks of palm oil In Malaysia in May, expectation of fall in production of palm oil in Malaysia in May, rise in exports of palm oil from Malaysia, Higher palm oil demand from India and China, Indonesia keeping it biodiesel policy intact, Malaysia reducing crude palm oil export duty to zero, depreciation of ringgit and rise in crude oil prices.
- Palm oil stocks are expected to rise slowly in Malaysia in May due to higher seasonal production in April and rise in exports of palm oil from Malaysia in May.
- Production rose in Malaysia in April on seasonal uptrend of production. However, production is much higher than cycle indicating expectation of fall in prediction in May. Southern Peninsular Palm Oil Millers Association of Malaysia has estimated that production of palm oil in Malaysia in May 1-25 is expected to be 6 percent lower than April indication that production of Malaysia will end the month of May in red. Earlier, Malaysian palm oil Association estimated palm oil production to rise 11.8 percent in May in Malaysia.
- Exports of palm oil rose from Malaysia in May by 5 percent in higher imports by EU, China and India. Palm oil imports from all the destinations rose due to more than 30 percent fall in prices of palm oil from the beginning of 2020. Further, palm oil exports from Malaysia grew as various economies of world started to open their economies indicating that demand of palm oil will increase going ahead.
Exports of palm oil grew from Malaysia to China due to US-China tensions due to China's handling of coronavirus has led China to stock palm oil and it will continue in June also.
Exports of palm oil rose to India as Malaysia brought down crude palm oil export duty to zero and tempering down of India-Malaysia relations on Malaysia outing PM Mahatir Mohammed and vowing to reverse his policy by buying more Indian goods. Further, Malaysia CPO is trading at discount from Indonesia CPO.
Depreciation of ringgit and rise in crude oil prices will support palm 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.

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	10.60	789.60	797.60	789.40	796.00	11,125	2735	28960	820
Jul-20	6.80	783.80	790.00	781.00	787.40	7,885	1450	17560	1470

Prices & Vol-OI are at 5:30 PM

Spread	Jun -20	Jul-20
Spot	9.00	
Jun-20		-8.60
Jul-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-20	9.60	643.00	654.80	639.20	647.80	2026	584	2277	-228
July-20	7.80	635.50	645.00	629.10	637.00	579	274	805	110

Spread	June-20	July-20
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Spot	16.2	
June-20		-10.8
July-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	-0.02	27.36	27.8	27.25	27.36
Aug	0.01	27.54	27.96	27.47	27.56
Sep	UNCH	27.89	28.12	27.71	27.71
Oct	-0.02	27.86	28.27	27.84	27.85
Dec	-0.01	28.18	28.61	28.18	28.2

0.23

Forex:

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	14	2377	2422	2377	2669
Jul	-5	2322	2369	2313	2626
Aug	-12	2310	2341	2279	2585
Sep	-9	2282	2334	2277	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
01/06/2020	7.14	14614	4.317	68.39	75.48	5.34	98.14	35.45

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		01-Jun-20	30-May-20	
Refined Soybean Oil	Indore	805	805	Unch
	Indore (Soy Solvent Crude)	770	770	Unch
	Mumbai	800	800	Unch
	Mumbai (Soy Degum)	765	760	5
	Kandla/Mundra	800	790	10
	Kandla/Mundra (Soy Degum)	755	750	5
	Kolkata	800	785	15
	Delhi	845	860	-15
	Nagpur	885	880	5
	Rajkot	775	775	Unch
	Kota	800	790	10
	Hyderabad	Unq	Unq	-

	Akola	825	820	5
	Amrawati	825	820	5
	Bundi	805	795	10
	Jalna	895	890	5
	Solapur	875	870	5
	Dhule	895	890	5
Palm Oil*	Kandla (Crude Palm Oil)	697	696	1
	Kandla (RBD Palm oil)	725	719	5
	Kandla RBD Pamolein	756	751	5
	Kakinada (Crude Palm Oil)	693	683	11
	Kakinada RBD Pamolein	751	751	Unch
	Haldia Pamolein	756	751	5
	Chennai RBD Pamolein	761	761	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	814	812	2
	KPT (krishna patnam) Pamolein	761	761	Unch
	Mumbai RBD Pamolein	767	767	Unch
	Mangalore RBD Pamolein	761	761	Unch
	Tuticorin (RBD Palmolein)	793	777	16
	Delhi	805	795	10
	Rajkot	761	761	Unch
	Hyderabad	785	785	Unch
	PFAD (Kandla)	462	462	Unch
	Refined Palm Stearin (Kandla)	693	683	11
	Superolien (Kandla)	772	767	5
	Superolien (Mumbai)	782	777	5
* inclusive of GST				
Refined Sunflower Oil	Chennai	925	930	-5
	Mumbai	920	910	10
	Mumbai(Expeller Oil)	870	870	Unch
	Kandla (Ref.)	880	870	10
	Hyderabad (Ref)	920	925	-5
	Latur (Expeller Oil)	865	865	Unch
	Chellakere (Expeller Oil)	875	875	Unch
	Erode (Expeller Oil)	950	940	10
Groundnut Oil	Rajkot	1275	1300	-25
	Chennai	1350	1350	Unch
	Delhi	1400	1400	Unch
	Hyderabad *	1350	1350	Unch
	Mumbai	1430	1410	20
	Gondal	1275	1300	-25



	Jamnagar	1275	1300	-25
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	970	960	10
	Jaipur (Kacchi Ghani Oil)	998	987	11
	Kota (Expeller Oil)	940	930	10
	Kota (Kacchi Ghani Oil)	990	990	Unch
	Neewai (Expeller Oil)	970	965	5
	Neewai (Kacchi Ghani Oil)	980	975	5
	Bharatpur (Kacchi Ghani Oil)	990	980	10
	Sri-Ganga Nagar(Exp Oil)	940	925	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	980	965	15
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1000	1000	Unch
	New Delhi (Expeller Oil)	965	945	20
	Hapur (Expeller Oil)	915	915	Unch
	Hapur (Kacchi Ghani Oil)	945	945	Unch
	Agra (Kacchi Ghani Oil)	995	985	10
Refined Cottonseed Oil	Rajkot	800	800	Unch
	Hyderabad	815	815	Unch
	Mumbai	820	825	-5
	New Delhi	770	775	-5
Coconut Oil	Kangayan (Crude)	1400	1400	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	700	685	15
Rice Bran Oil (4%)	Punjab	760	750	10
Malaysia Palmolein USD/MT	FOB	580	565	15
	CNF India	615	610	5
Indonesia CPO USD/MT	FOB	560	550	10
	CNF India	605	600	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	575	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	565	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	740	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	525	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	Closed	-

Ukraine Origin CSFO USD/MT Kandla	CIF	823	820	3
Rapeseed Oil Rotterdam Euro/MT	FOB	Unq	Closed	-
Argentina FOB (\$/MT)		30-May-20	29-May-20	Change
Crude Soybean Oil Ship		Closed	629	-
Refined Soy Oil (Bulk) Ship		Closed	651	-
Sunflower Oil Ship		Closed	720	-
Cottonseed Oil Ship		Closed	609	-
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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