

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Wednesday.
- Soy oil domestic prices rose on rise in international benchmarks. Duty rumor kept prices supported. BMD CPO fell on higher production expectation after MPOB data showed fall in end stock of palm oil in Malaysia and good export numbers of palm oil from Malaysia. CBOT soy oil rose on supply disruptions and Argentina, firm Chinese soybean.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's May palm oil stocks fell 0.49 percent to 20.35 lakh tons compared to 20.45 lakh tons in Apr 2020. Production of palm oil in May fell 0.09 percent to 16.51 lakh tons compared to 16.53 lakh tons in Apr 2020. Exports of palm oil in May rose 10.69 percent to 13.69 lakh tons compared to 12.36 lakh tons in Apr 2020. Imports of palm oil in May fell 34.45 percent to 0.37 lakh tons compared to 0.57 lakh tons in Apr 2020. End stocks of palm oil fell compared to trade expectation of rise in stocks. Fall in stocks was mainly due to higher Malaysian domestic consumption and higher exports.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's June1-10 palm oil exports rose 61.7 percent to 545,360 tons compared to 337,255 tons in corresponding period last month. Top buyers were European Union 184,480 tons (47,020 tons), China at 166,980 tons (97,350 tons) and India & subcontinent 73,500 tons (29,900 tons). Values in brackets are figures of corresponding period last month.
- According to Solvent Extractors Association (SEA), India's May edible oil imports fell 4.014 percent y-o-y to 7.07 lakh tons from 11.81 lakh tons in May 2019. Palm oil imports in May fell 52.74 percent y-o-y to 3.87 lakh tons from 8.19 lakh tons in May 2019. CPO imports fell 15.9 percent in May y-o-y to 3.70 lakh tons from 4.40 lakh tons in May 2019. RBD palmolein imports fell by 95.68 percent in May y-o-y to 0.16 lakh tons from 3.71 lakh tons in May 2019. Soy oil imports fell 19.39 percent in May y-o-y to 1.87 lakh tons from 2.32 lakh tons in May 2019. Sunflower oil imports rose 1.5 percent y-o-y in May to 1.33 lakh tons from 1.33 lakh tons in May 2019. Rapeseed (canola) oil imports in May was zero compared to zero imports in May 2019. Sharp fall in imports in May was majorly led by palm oil especially RBD palmolein followed by soy oil. Fall in RBD palmolein imports were due to India restricting refined palm oil imports by cancelling all licenses.
- Edible oil imports by India in May fell to lowest monthly imports in last 5 years. Majority of fall was due to fall in palm oil imports. In palm oil major fall was due to RBD palmolein imports which fell by more than 95 percent y-o-y. Imports of palm oil will pick up from June as demand of palm oil will improve due to gradual opening of India. However, RBD palmolein imports not be there as India has restricted refined palm oil imports. Soy oil imports fell in May but is still higher in oil year 2019-20. Sunflower oil imports rose due to firm demand and will end the year in surplus imports. HoReCa segment is the most hit segment which lead to fall in demand of palm oil.
- According to China's General Administration of Customs (CNGOIC), China's May edible vegetable oils imports was unchanged m-o-m at 6.64 LT compared to April 2020. Imports fell 6.21 percent y-o-y in May from 7.08 LT in May 2019. Year to date imports of edible vegetable oil fell 5.4 percent to 30.16 lakh tons.
- According to China's General Administration of Customs (CNGOIC), China's May soybean imports rose 39.66 percent m-o-m to 9.38 MMT from 6.61 MMT in Apr 2020. Imports rose 27.40 percent y-o-y from May 2019 imports at 7.36 MMT. Year to date soybean imports rose 6.80 percent to 33.88 MMT.

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	3.60	824.60	829.20	821.00	827.40	6,320	-7415	17515	-1915
Jul-20	5.00	816.00	824.20	814.00	819.00	14,590	-5715	25375	2905
Prices & Vol-OI are at 5:30 PM									

Spread	Jun -20	Jul-20
Spot	2.60	
Jun-20		-8.40
Jul-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-20	1.40	677.30	688.90	672.60	680.00	1805	-654	3282	273
July-20	2.00	663.10	676.00	661.80	669.00	333	-411	1885	85

Spread	June-20	July-20
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Spot	18.0	
June-20		-11
July-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.12	28.24	28.37	28.21	28.35
Aug	0.13	28.41	28.55	28.4	28.54
Sep	0.12	28.63	28.73	28.58	28.72
Oct	0.02	28.8	28.89	28.77	28.79
Dec	0.11	29.16	29.26	29.11	29.25

0.06

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	-33	2410	2420	2382	2669
Jul	-33	2432	2440	2377	2626
Aug	-37	2404	2420	2348	2585
Sep	-42	2393	2406	2335	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
09/06/2020	7.06	14013	4.252	69.10	75.49	4.90	96.01	37.99

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Jun-20	09-Jun-20	
Refined Soybean Oil	Indore	830	820	10
	Indore (Soy Solvent Crude)	790	785	5
	Mumbai	810	810	Unch
	Mumbai (Soy Degum)	782	780	2
	Kandla/Mundra	820	820	Unch
	Kandla/Mundra (Soy Degum)	790	790	Unch
	Kolkata	820	820	Unch
	Delhi	860	860	Unch
	Nagpur	900	900	Unch
	Rajkot	820	820	Unch
	Kota	820	820	Unch
	Hyderabad	Unq	Unq	-

	Akola	837	837	Unch
	Amrawati	838	838	Unch
	Bundi	825	825	Unch
	Jalna	910	910	Unch
	Solapur	890	890	Unch
	Dhule	910	910	Unch
Palm Oil*	Kandla (Crude Palm Oil)	733	728	5
	Kandla (RBD Palm oil)	756	756	Unch
	Kandla RBD Pamolein	809	793	16
	Kakinada (Crude Palm Oil)	709	698	11
	Kakinada RBD Pamolein	814	798	16
	Haldia Pamolein	803	803	Unch
	Chennai RBD Pamolein	814	809	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	862	859	3
	KPT (krishna patnam) Pamolein	809	809	Unch
	Mumbai RBD Pamolein	809	803	5
	Mangalore RBD Pamolein	814	803	11
	Tuticorin (RBD Palmolein)	825	814	12
	Delhi	825	825	Unch
	Rajkot	809	798	11
	Hyderabad	835	835	Unch
	PFAD (Kandla)	504	509	-5
	Refined Palm Stearin (Kandla)	709	698	11
	Superolien (Kandla)	814	814	Unch
	Superolien (Mumbai)	824	824	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	930	935	-5
	Mumbai	925	925	Unch
	Mumbai (Expeller Oil)	875	875	Unch
	Kandla (Ref.)	915	915	Unch
	Hyderabad (Ref)	925	930	-5
	Latur (Expeller Oil)	870	870	Unch
	Chellakere (Expeller Oil)	880	880	Unch
	Erode (Expeller Oil)	950	950	Unch
Groundnut Oil	Rajkot	1400	1350	50
	Chennai	1350	1350	Unch
	Delhi	1380	1370	10
	Hyderabad *	1315	1315	Unch
	Mumbai	1370	1370	Unch
	Gondal	1370	1370	Unch

	Jamnagar	1375	1375	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1012	1017	-5
	Jaipur (Kacchi Ghani Oil)	1040	1045	-5
	Kota (Expeller Oil)	1000	1000	Unch
	Kota (Kacchi Ghani Oil)	1050	1070	-20
	Neewai (Expeller Oil)	1010	1015	-5
	Neewai (Kacchi Ghani Oil)	1020	1025	-5
	Bharatpur (Kacchi Ghani Oil)	1030	1030	Unch
	Sri-Ganga Nagar(Exp Oil)	985	990	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1025	1030	-5
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1000	1000	Unch
	New Delhi (Expeller Oil)	995	995	Unch
	Hapur (Expeller Oil)	923	923	Unch
	Hapur (Kacchi Ghani Oil)	953	953	Unch
	Agra (Kacchi Ghani Oil)	1035	1035	Unch
Refined Cottonseed Oil	Rajkot	815	805	10
	Hyderabad	815	815	Unch
	Mumbai	825	825	Unch
	New Delhi	785	785	Unch
Coconut Oil	Kangayan (Crude)	1400	1400	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1250	1250	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	725	725	Unch
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	603	603	Unch
	CNF India	645	645	Unch
Indonesia CPO USD/MT	FOB	590	590	Unch
	CNF India	635	635	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	600	600	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	585	585	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	755	760	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	538	538	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	770	-

Ukraine Origin CSFO USD/MT Kandla	CIF	835	835	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	754	751	3
Argentina FOB (\$/MT)		9-Jun-20	8-Jun-20	Change
Crude Soybean Oil Ship		661	657	4
Refined Soy Oil (Bulk) Ship		684	680	4
Sunflower Oil Ship		740	740	Unch
Cottonseed Oil Ship		641	637	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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