

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Friday.
- Soy oil domestic prices fell on demand concerns and fall in international benchmarks while palm oil prices rose on firm demand prospects and rise in international benchmarks. BMD CPO rose on fall in end stock of palm oil in Malaysia and firm global demand prospects of palm oil from Malaysia. CBOT soy oil fell on expectation of slow demand of US soybean compared to South America origin soybean and fall in crude oil prices.
- India is expected to import 15% more sunflower oil due to firm demand from households as markets were closed due to lockdown. Further, Ukraine is expected to produce higher sunflower oil in 2019-20 compared to 2018-19. Global sunflower oil is expected to remain firm on firm global demand.
- Rapeseed oil prices in India is supported by firm demand due to being considered immunity booster. Prices have surged due to coronavirus and is expected to remain firm if coronavirus cases growth do not subside. However, it is trading at high premium over soy oil and palm oil.
- 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 Societe Generale de Surveillance (SGS), Malaysia's June 1-10 palm oil exports rose 63.8 percent to 580,096 tons compared to 354,090 tons in corresponding period last month. Top buyers were China at 162,468 tons (93,315 tons), European Union 111,010 tons (66,220 tons), United States at 43,100 tons (22,850 tons), Pakistan at 28,000 tons (8,000 tons) and India at 26,000 tons (9,900 tons). Values in brackets are figures of corresponding period last month.
- 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 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.

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	-3.10	825.00	829.80	824.20	827.30	2,905	-1380	14800	-1105
Jul-20	-4.40	816.00	820.00	814.00	818.00	12,055	1980	22960	-1935
Prices & Vol-OI are at 5:30 PM									

Spread	Jun -20	Jul-20
Spot	2.70	12.00
Jun-20		-9.30
Jul-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-20	6.30	678.60	689.40	676.00	688.80	1257	-129	3288	-45
July-20	2.60	659.80	668.00	659.20	668.00	682	136	2156	153

Spread	June-20	July-20
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Spot	9.2	
June-20		-20.8
July-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.03	27.5	27.55	27.33	27.53
Aug	0.04	27.77	27.77	27.54	27.73
Sep	-0.08	27.83	27.91	27.72	27.8
Oct	0.03	28.13	28.13	27.92	28.09
Dec	0.01	28.51	28.51	28.26	28.45

0.03

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	27	2430	2430	2430	2669
Jul	32	2358	2461	2352	2626
Aug	4	2327	2400	2316	2585
Sep	-10	2318	2368	2300	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/06/2020	7.07	14135	4.267	69.31	75.81	4.98	96.64	36.50

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		12-Jun-20	11-Jun-20	
Refined Soybean Oil	Indore	830	830	Unch
	Indore (Soy Solvent Crude)	790	790	Unch
	Mumbai	810	810	Unch
	Mumbai (Soy Degum)	785	785	Unch
	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	830	825	5
	Hyderabad	Unq	Unq	-

	Akola	837	837	Unch
	Amrawati	838	838	Unch
	Bundi	835	830	5
	Jalna	910	910	Unch
	Solapur	890	890	Unch
	Dhule	910	910	Unch
Palm Oil*	Kandla (Crude Palm Oil)	733	733	Unch
	Kandla (RBD Palm oil)	756	756	Unch
	Kandla RBD Pamolein	809	809	Unch
	Kakinada (Crude Palm Oil)	725	719	5
	Kakinada RBD Pamolein	814	814	Unch
	Haldia Pamolein	803	803	Unch
	Chennai RBD Pamolein	814	814	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	862	862	Unch
	KPT (krishna patnam) Pamolein	809	809	Unch
	Mumbai RBD Pamolein	809	809	Unch
	Mangalore RBD Pamolein	814	814	Unch
	Tuticorin (RBD Palmolein)	825	825	Unch
	Delhi	825	825	Unch
	Rajkot	814	814	Unch
	Hyderabad	825	825	Unch
	PFAD (Kandla)	509	509	Unch
	Refined Palm Stearin (Kandla)	725	719	5
	Superolien (Kandla)	814	814	Unch
	Superolien (Mumbai)	824	824	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	930	930	Unch
	Mumbai	925	925	Unch
	Mumbai (Expeller Oil)	875	875	Unch
	Kandla (Ref.)	915	915	Unch
	Hyderabad (Ref)	940	940	Unch
	Latur (Expeller Oil)	870	870	Unch
	Chellakere (Expeller Oil)	880	880	Unch
	Erode (Expeller Oil)	950	950	Unch
Groundnut Oil	Rajkot	1375	1375	Unch
	Chennai	1350	1350	Unch
	Delhi	1370	1380	-10
	Hyderabad *	1350	1350	Unch
	Mumbai	1370	1370	Unch
	Gondal	1350	1350	Unch

	Jamnagar	1350	1350	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1007	1012	-5
	Jaipur (Kacchi Ghani Oil)	1035	1040	-5
	Kota (Expeller Oil)	990	990	Unch
	Kota (Kacchi Ghani Oil)	1030	1030	Unch
	Neewai (Expeller Oil)	1005	1010	-5
	Neewai (Kacchi Ghani Oil)	1015	1020	-5
	Bharatpur (Kacchi Ghani Oil)	1010	1010	Unch
	Sri-Ganga Nagar(Exp Oil)	980	985	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1020	1025	-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)	1015	1015	Unch
Refined Cottonseed Oil	Rajkot	810	810	Unch
	Hyderabad	815	815	Unch
	Mumbai	825	825	Unch
	New Delhi	785	785	Unch
Coconut Oil	Kangayan (Crude)	1465	1465	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	605	605	Unch
	CNF India	645	640	5
Indonesia CPO USD/MT	FOB	588	593	-5
	CNF India	635	630	5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	598	600	-2
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	583	585	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	750	755	-5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	525	535	-10
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	755	755	Unch
Argentina FOB (\$/MT)		11-Jun-20	10-Jun-20	Change
Crude Soybean Oil Ship		654	662	-8
Refined Soy Oil (Bulk) Ship		677	685	-8
Sunflower Oil Ship		743	740	3
Cottonseed Oil Ship		634	642	-8
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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