

Domestic Fundamentals:

- Edible oil complex featured mixed trend in various markets centers on Tuesday.
- Soy oil and palm oil domestic prices rose on demand concerns and rise in international benchmarks. BMD CPO rose on firm global demand prospects and higher use of palm oil in biodiesel amid concerns of second wave of coronavirus especially in China and US. CBOT soy oil rose on fall in stocks of soy oil in US as reported by NOPA and rise in crude oil prices.
- According to National Oilseed Processors Association (NOPA), U.S. May soybean crush fell by 1.26 percent m-o-m to 169.584 million bushels from 171.754 million bushels in April 2020, below market expectation. Crush of soybean in May was higher by 9.56 percent y-o-y compared to Apr 2019 figure of 154.795 million bushels. Soy oil stocks in U.S. at the end of May fell 10.94 percent m-o-m to 1.880 billion lbs compared to 2.111 billion lbs in end Apr 2020. Stocks of soy oil in end May was higher by 18.91 percent y-o-y compared to end May 2019, which was reported at 1.581 million lbs. Soy oil stocks was below trade expectation.
- Global soy oil prices are expected to be supported by fall in stocks of soy oil in US as reported by NOPA, less water in Parana river in Argentina, higher demand of soybean by China and rise in crude oil prices. US soybean planting is progressing at higher pace and crop condition is better than last year and 5-year average.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's June1-15 palm oil exports rose 82.5 percent to 914,120 tons compared to 501,000 tons in corresponding period last month. Top buyers were European Union 501,000 tons (109,645 tons), China at 256,440 tons (125,215 tons) and India & subcontinent 153,850 tons (70,500 tons). Values in brackets are figures of corresponding period last month
- 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.
- 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.

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	4.80	830.00	830.00	826.00	828.80	2,725	-2545	11650	-1680
Jul-20	4.90	814.00	816.00	810.80	814.20	10,615	-6125	26465	600
Prices & Vol-OI are at 5:30 PM									

Spread	Jun -20	Jul-20
Spot	1.20	
Jun-20		-14.60
Jul-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-20	2.80	688.30	695.30	688.30	691.00	1437	364	3382	125
July-20	-0.70	671.90	673.40	663.70	664.70	1051	379	2719	232

Spread	June-20	July-20
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Spot	32.0	
June-20		-26.3
July-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.3	27.8	28.07	27.76	28.04
Aug	0.3	27.97	28.26	27.96	28.24
Sep	0.32	28.15	28.42	28.12	28.42
Oct	0.32	28.31	28.58	28.31	28.58
Dec	0.29	28.63	28.92	28.63	28.89

0.03

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	66	2451	2460	2406	2669
Jul	67	2377	2405	2356	2626
Aug	66	2340	2364	2327	2585
Sep	61	2325	2343	2312	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
16/06/2020	7.08	14109	4.276	69.33	76.10	5.16	97.71	36.86

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		16-Jun-20	15-Jun-20	
Refined Soybean Oil	Indore	830	830	Unch
	Indore (Soy Solvent Crude)	790	790	Unch
	Mumbai	810	810	Unch
	Mumbai (Soy Degum)	780	778	2
	Kandla/Mundra	820	820	Unch
	Kandla/Mundra (Soy Degum)	785	780	5
	Kolkata	820	820	Unch
	Delhi	860	870	-10
	Nagpur	900	900	Unch
	Rajkot	810	820	-10
	Kota	840	835	5
	Hyderabad	Unq	Unq	-

	Akola	837	837	Unch
	Amrawati	838	838	Unch
	Bundi	845	840	5
	Jalna	910	910	Unch
	Solapur	890	890	Unch
	Dhule	910	910	Unch
Palm Oil*	Kandla (Crude Palm Oil)	743	743	Unch
	Kandla (RBD Palm oil)	756	756	Unch
	Kandla RBD Pamolein	809	809	Unch
	Kakinada (Crude Palm Oil)	730	725	5
	Kakinada RBD Pamolein	814	814	Unch
	Haldia Pamolein	814	814	Unch
	Chennai RBD Pamolein	814	814	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	868	862	6
	KPT (krishna patnam) Pamolein	819	819	Unch
	Mumbai RBD Pamolein	819	819	Unch
	Mangalore RBD Pamolein	814	814	Unch
	Tuticorin (RBD Palmolein)	825	825	Unch
	Delhi	860	850	10
	Rajkot	830	830	Unch
	Hyderabad	815	825	-10
	PFAD (Kandla)	509	509	Unch
	Refined Palm Stearin (Kandla)	730	725	5
	Superolien (Kandla)	830	814	16
	Superolien (Mumbai)	840	824	16
* inclusive of GST				
Refined Sunflower Oil	Chennai	925	930	-5
	Mumbai	925	925	Unch
	Mumbai (Expeller Oil)	875	875	Unch
	Kandla (Ref.)	915	915	Unch
	Hyderabad (Ref)	930	940	-10
	Latur (Expeller Oil)	875	875	Unch
	Chellakere (Expeller Oil)	885	885	Unch
	Erode (Expeller Oil)	970	970	Unch
Groundnut Oil	Rajkot	1300	1300	Unch
	Chennai	1300	1350	-50
	Delhi	1370	1370	Unch
	Hyderabad *	1320	1350	-30
	Mumbai	1370	1370	Unch
	Gondal	1325	1340	-15

	Jamnagar	1325	1325	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1027	1017	10
	Jaipur (Kacchi Ghani Oil)	1055	1045	10
	Kota (Expeller Oil)	1000	990	10
	Kota (Kacchi Ghani Oil)	1030	1025	5
	Neewai (Expeller Oil)	1020	1010	10
	Neewai (Kacchi Ghani Oil)	1030	1020	10
	Bharatpur (Kacchi Ghani Oil)	1050	1030	20
	Sri-Ganga Nagar(Exp Oil)	990	990	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1030	1030	Unch
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	1000	1000	Unch
	New Delhi (Expeller Oil)	1000	995	5
	Hapur (Expeller Oil)	923	923	Unch
	Hapur (Kacchi Ghani Oil)	953	953	Unch
	Agra (Kacchi Ghani Oil)	1050	1035	15
Refined Cottonseed Oil	Rajkot	820	800	20
	Hyderabad	815	815	Unch
	Mumbai	825	825	Unch
	New Delhi	790	780	10
Coconut Oil	Kangayan (Crude)	1460	1460	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1200	1200	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	735	735	Unch
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	608	605	3
	CNF India	640	645	-5
Indonesia CPO USD/MT	FOB	590	593	-3
	CNF India	635	635	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	605	605	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	585	583	2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	760	760	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	525	525	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	766	755	11
Argentina FOB (\$/MT)		15-Jun-20	13-Jun-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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