

Domestic Fundamentals:

- Edible oil complex featured mixed trend at various markets centers on Tuesday.
- Soy oil prices fell on fall in international benchmarks and weak demand concerns while and palm oil domestic prices rose on rise in international benchmarks. BMD CPO rose on higher global demand prospects due to higher exports from Malaysia and higher use of palm oil in biodiesel coupled with rise in crude oil prices. CBOT soy oil fell on US-China trade deal as Trump advisors comments spooked market about US ending US-China trade deal. US favorable soybean crop report as reported by USDA supported the fall.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's June1-20 palm oil exports rose 57 percent to 1,212,505 tons compared to 772,145 tons in corresponding period last month. Top buyers were European Union 369,535 tons (199,245 tons), China at 304,20 tons (144,715 tons) and India & subcontinent 221,530 tons (99,400 tons). Values in brackets are figures of corresponding period last month.
- 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, gradual opening of economies in the world, higher demand of soybean by China and rise in crude oil prices. US soybean planting is progressing at pace higher than last year and 5-year average and crop condition is better than last year and 5-year average. Water in Parana river is down in Argentina leading to delay in shipments of soy oil leading to rise in basis of soy oil over CBOT.
- 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. However, import parity of sunflower oil is negative and refining margins are in disparity.
- Palm oil international priced are expected supported by expectation of fall in end stocks of palm oil in Malaysia and Indonesia, rise in exports of palm oil from Malaysia, firm demand of palm oil from India and China, higher use of palm oil in biodiesel in Indonesia and Malaysia and rise in crude oil prices.
- Palm oil exports from Malaysia surged due to firm demand from all major locations. Demand of China firmed as it started to stocks palm oil after opening of lockdown and US-China dispute on China's handling of coronavirus and political condition in Hong Kong. Demand of palm oil is expected to firm from India as Malaysia removed export duty on crude palm oil and restocking of palm oil due to lower imports in 2020 and India restricting RBD palmolein imports.
- In the weekly USDA crop progress report released on 08 June 2020; The US Soybeans planting is reported at 86% up from 54% same period last year and 79% from 5 year average. Soybean emerged is reported at 67% up from 30% same period last year and 61% from 5 year average. About 60% of the crop is under good condition, 10% at excellent condition and 26% at fair condition.
- 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.

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
Jul-20	-6.10	840.60	840.60	828.00	831.20	15,050	175	26695	-1275
Aug-20	-7.80	834.30	834.70	820.20	824.10	5,740	70	7660	1080
Prices & Vol-OI are at 5:30 PM									

Spread	Jul -20	Aug-20
Spot	3.80	
Jul-20		-7.10
Aug-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-20	2.70	732.90	736.70	727.80	733.00	1929	728	2298	-637
July-20	-4.60	704.00	706.00	694.70	697.00	1411	-25	3566	465

Spread	June-20	July-20
Spot	6.0	
June-20		-36
July-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	-0.16	28.35	28.42	27.89	28.19
Aug	-0.19	28.53	28.61	28.07	28.36
Sep	-0.17	28.7	28.78	28.25	28.54
Oct	-0.10	28.86	28.91	28.49	28.78
Dec	-0.17	29.24	29.29	28.73	29.05

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	25	2535	2545	2518	2669
Jul	33	2476	2509	2455	2626
Aug	22	2445	2468	2420	2585
Sep	18	2429	2448	2407	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/06/2020	7.07	14165	4.275	69.91	75.55	5.26	96.82	41.55

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Jun-20	22-Jun-20	
Refined Soybean Oil	Indore	835	835	Unch
	Indore (Soy Solvent Crude)	790	790	Unch
	Mumbai	840	825	15
	Mumbai (Soy Degum)	805	805	Unch
	Kandla/Mundra	835	835	Unch
	Kandla/Mundra (Soy Degum)	810	810	Unch
	Kolkata	835	835	Unch
	Delhi	885	885	Unch
	Nagpur	921	921	Unch
	Rajkot	835	840	-5
	Kota	855	860	-5
	Hyderabad	Unq	Unq	-



	Akola	853	857	-4
	Amrawati	857	857	Unch
	Bundi	860	865	-5
	Jalna	931	931	Unch
	Solapur	911	911	Unch
	Dhule	931	931	Unch
Palm Oil*	Kandla (Crude Palm Oil)	765	760	5
	Kandla (RBD Palm oil)	814	830	-16
	Kandla RBD Pamolein	861	851	11
	Kakinada (Crude Palm Oil)	746	740	5
	Kakinada RBD Pamolein	835	830	5
	Haldia Pamolein	851	840	11
	Chennai RBD Pamolein	851	835	16
	Chennai RBD Pamolein (Vitamin A&D Fortified)	907	898	9
	KPT (krishna patnam) Pamolein	840	840	Unch
	Mumbai RBD Pamolein	866	861	5
	Mangalore RBD Pamolein	856	840	16
	Tuticorin (RBD Palmolein)	843	845	-2
	Delhi	890	900	-10
	Rajkot	840	851	-11
	Hyderabad	820	815	5
	PFAD (Kandla)	509	509	Unch
	Refined Palm Stearin (Kandla)	746	740	5
	Superolien (Kandla)	877	877	Unch
	Superolien (Mumbai)	882	882	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	940	935	5
	Mumbai	950	940	10
	Mumbai(Expeller Oil)	905	900	5
	Kandla (Ref.)	925	925	Unch
	Hyderabad (Ref)	945	940	5
	Latur (Expeller Oil)	890	890	Unch
	Chellakere (Expeller Oil)	900	900	Unch
	Erode (Expeller Oil)	980	970	10
Groundnut Oil	Rajkot	1350	1350	Unch
	Chennai	1350	1350	Unch
	Delhi	1350	1350	Unch
	Hyderabad *	1350	1350	Unch
	Mumbai	1370	1370	Unch
	Gondal	1350	1350	Unch

	Jamnagar	1350	1350	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1022	1032	-10
	Jaipur (Kacchi Ghani Oil)	1050	1060	-10
	Kota (Expeller Oil)	990	1000	-10
	Kota (Kacchi Ghani Oil)	1055	1055	Unch
	Neewai (Expeller Oil)	1010	1030	-20
	Neewai (Kacchi Ghani Oil)	1020	1040	-20
	Bharatpur (Kacchi Ghani Oil)	1030	1050	-20
	Sri-Ganga Nagar(Exp Oil)	985	995	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1025	1035	-10
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	0	1000	-1000
	New Delhi (Expeller Oil)	1030	1030	Unch
	Hapur (Expeller Oil)	935	935	Unch
	Hapur (Kacchi Ghani Oil)	965	965	Unch
	Agra (Kacchi Ghani Oil)	1035	1055	-20
Refined Cottonseed Oil	Rajkot	840	850	-10
	Hyderabad	820	825	-5
	Mumbai	860	830	30
	New Delhi	810	815	-5
Coconut Oil	Kangayan (Crude)	1475	1475	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1600	1500	100
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	755	755	Unch
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	628	633	-5
	CNF India	650	655	-5
Indonesia CPO USD/MT	FOB	605	605	Unch
	CNF India	640	645	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	625	633	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	608	610	-2
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	750	765	-15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	540	553	-13
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	770	-

Ukraine Origin CSFO USD/MT Kandla	CIF	855	850	5
Rapeseed Oil Rotterdam Euro/MT	FOB	790	785	5
Argentina FOB (\$/MT)		22-Jun-20	20-Jun-20	Change
Crude Soybean Oil Ship		677	Closed	-
Refined Soy Oil (Bulk) Ship		701	Closed	-
Sunflower Oil Ship		755	Closed	-
Cottonseed Oil Ship		657	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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2020 Indian Agribusiness Systems Ltd.