



Domestic Fundamentals:

- Edible oil complex featured mostly trend at various markets centers on Wednesday.
- Soy oil and palm oil domestic prices fell on fall in international benchmarks and weak demand concerns BMD CPO fell on higher global selloff in commodities. 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.
- In the weekly USDA crop progress report released this week; The US Soybeans planting is reported at 96% up from 83% same period last year and 93% from 5 year average. Soybean emerged is reported at 89% up from 66% same period last year and 85% from 5 year average. About 58% of the crop is under good condition, 12% at excellent condition and 25% at fair condition.
- 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.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's June 1-20 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.
- 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	-12.10	831.00	832.60	817.00	819.70	16,010	960	25695	-1000
Aug-20	-15.90	824.00	825.10	803.20	809.60	5,880	140	8555	895
Prices & Vol-OI are at 5:30 PM									

Spread	Jul -20	Aug1-20
Spot	35.30	
Jul-20		-10.10
Aug-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-20	-21.90	732.90	733.80	710.00	710.00	2088	159	1912	-386
July-20	-26.50	697.20	699.00	672.60	673.00	3020	1609	3918	352

Spread	June-20	July-20
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Spot	19.0	56
June-20		-37
July-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.07	28.19	28.28	28.11	28.24
Aug	0.04	28.36	28.47	28.3	28.41
Sep	0.06	28.51	28.63	28.48	28.59
Oct	UNCH	28.66	28.79	28.65	28.7
Dec	0.04	29	29.14	28.97	29.08

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	-	2530	2551	2530	2669
Jul	-21	2494	2513	2480	2626
Aug	-30	2450	2472	2435	2585
Sep	-35	2433	2450	2410	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/06/2020	7.08	14152	4.272	70.09	75.57	5.24	97.08	41.55

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		24-Jun-20	23-Jun-20	
Refined Soybean Oil	Indore	855	835	20
	Indore (Soy Solvent Crude)	825	790	35
	Mumbai	845	840	5
	Mumbai (Soy Degum)	805	805	Unch
	Kandla/Mundra	835	835	Unch
	Kandla/Mundra (Soy Degum)	810	810	Unch
	Kolkata	835	835	Unch
	Delhi	880	885	-5
	Nagpur	921	921	Unch
	Rajkot	830	835	-5
	Kota	855	855	Unch
	Hyderabad	Unq	Unq	-

	Akola	853	853	Unch
	Amrawati	857	857	Unch
	Bundi	860	860	Unch
	Jalna	931	931	Unch
	Solapur	911	911	Unch
	Dhule	931	931	Unch
Palm Oil*	Kandla (Crude Palm Oil)	765	765	Unch
	Kandla (RBD Palm oil)	830	814	16
	Kandla RBD Pamolein	861	861	Unch
	Kakinada (Crude Palm Oil)	-	746	-
	Kakinada RBD Pamolein	835	835	Unch
	Haldia Pamolein	851	851	Unch
	Chennai RBD Pamolein	851	851	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	907	907	Unch
	KPT (krishna patnam) Pamolein	840	840	Unch
	Mumbai RBD Pamolein	866	866	Unch
	Mangalore RBD Pamolein	856	856	Unch
	Tuticorin (RBD Palmolein)	843	843	Unch
	Delhi	880	890	-10
	Rajkot	851	840	11
	Hyderabad	820	820	Unch
	PFAD (Kandla)	509	509	Unch
	Refined Palm Stearin (Kandla)	-	746	-
	Superolien (Kandla)	877	877	Unch
	Superolien (Mumbai)	882	882	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	940	940	Unch
	Mumbai	945	950	-5
	Mumbai (Expeller Oil)	905	905	Unch
	Kandla (Ref.)	925	925	Unch
	Hyderabad (Ref)	945	945	Unch
	Latur (Expeller Oil)	890	890	Unch
	Chellakere (Expeller Oil)	900	900	Unch
	Erode (Expeller Oil)	980	980	Unch
Groundnut Oil	Rajkot	1350	1350	Unch
	Chennai	1350	1350	Unch
	Delhi	1350	1350	Unch
	Hyderabad *	1350	1350	Unch
	Mumbai	1380	1370	10
	Gondal	1350	1350	Unch

	Jamnagar	1350	1350	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1017	1022	-5
	Jaipur (Kacchi Ghani Oil)	1045	1050	-5
	Kota (Expeller Oil)	990	990	Unch
	Kota (Kacchi Ghani Oil)	1040	1055	-15
	Neewai (Expeller Oil)	1005	1010	-5
	Neewai (Kacchi Ghani Oil)	1015	1020	-5
	Bharatpur (Kacchi Ghani Oil)	1030	1030	Unch
	Sri-Ganga Nagar(Exp Oil)	980	985	-5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1020	1025	-5
	Mumbai (Expeller Oil)	990	990	Unch
	Kolkata(Expeller Oil)	1000	1000	Unch
	New Delhi (Expeller Oil)	985	1030	-45
	Hapur (Expeller Oil)	935	935	Unch
	Hapur (Kacchi Ghani Oil)	965	965	Unch
	Agra (Kacchi Ghani Oil)	1035	1035	Unch
Refined Cottonseed Oil	Rajkot	835	840	-5
	Hyderabad	820	820	Unch
	Mumbai	855	860	-5
	New Delhi	810	810	Unch
Coconut Oil	Kangayan (Crude)	1475	1475	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1600	1600	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	750	755	-5
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	633	628	5
	CNF India	650	650	Unch
Indonesia CPO USD/MT	FOB	610	605	5
	CNF India	640	640	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	628	625	3
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	605	608	-3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	755	750	5
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	535	540	-5
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	770	-

Ukraine Origin CSFO USD/MT Kandla	CIF	855	855	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	778	790	-12
Argentina FOB (\$/MT)		23-Jun-20	22-Jun-20	Change
Crude Soybean Oil Ship		672	677	-5
Refined Soy Oil (Bulk) Ship		696	701	-5
Sunflower Oil Ship		755	755	Unch
Cottonseed Oil Ship		652	657	-5
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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