



Domestic Fundamentals:

- Edible oil complex featured weak trend at various markets centers on Thursday.
- Soy oil and palm oil domestic prices rose on demand prospects BMD CPO fell on fall in crude oil prices and global selloff in commodities. CBOT soy oil fell on fall in cruces oil prices and US-China trade deal concerns 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 June1-25 palm oil exports rose 37.2 percent to 1,390,860 tons compared to 1,014,000 tons in corresponding period last month. Top buyers were European Union 385,915 tons (233,220 tons), China at 337,200 tons (193,715 tons) and India & subcontinent 281,425 tons (149,100 tons). Values in brackets are figures of corresponding period last month.
- 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 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 | 3.90 | 815.00 | 827.40 | 813.00 | 823.60 | 16,360 | 350 | 26780 | 1085 |
| Aug-20 | 4.40 | 802.50 | 817.80 | 802.50 | 814.00 | 7,275 | 1395 | 9895 | 1340 |
| Prices & Vol-OI are at 5:30 PM | | | | | | | | | |

| Spread | Jul -20 | Aug1-20 |
|--------|---------|---------|
| Spot | 16.40 | |
| Jul-20 | | -9.60 |
| Aug-20 | | |

MCX CPO Futures

| Contract | +/- | Open | High | Low | Close | Volume | Volume Change | OI | OI Change |
|----------|------|--------|--------|--------|--------|--------|---------------|------|-----------|
| June-20 | 9.50 | 710.70 | 720.40 | 705.20 | 719.00 | 840 | -1248 | 1697 | -215 |
| July-20 | 3.60 | 670.00 | 680.10 | 660.60 | 676.10 | 3142 | 122 | 4164 | 246 |

| Spread | June-20 | July-20 |
|--------|---------|---------|
|--------|---------|---------|

| | | |
|---------|-----|-------|
| Spot | 0.0 | |
| June-20 | | -42.9 |
| July-20 | | |

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

| Contract | +/- | Open | High | Low | Close |
|----------|-------|-------|-------|-------|-------|
| Jul | -0.03 | 27.64 | 27.67 | 27.36 | 27.62 |
| Aug | -0.04 | 27.85 | 27.86 | 27.55 | 27.81 |
| Sep | -0.03 | 28 | 28.03 | 27.72 | 27.98 |
| Oct | -0.04 | 28.18 | 28.18 | 27.89 | 28.14 |
| Dec | -0.01 | 28.51 | 28.52 | 28.21 | 28.49 |

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| Jun | -30 | 2525 | 2530 | 2499 | 2669 |
| Jul | -21 | 2455 | 2472 | 2439 | 2626 |
| Aug | -38 | 2402 | 2412 | 2381 | 2585 |
| Sep | -53 | 2379 | 2388 | 2354 | 2560 |

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|---------------------------|
| 25/06/2020 | 7.08 | 14199 | 4.279 | 70.16 | 75.58 | 5.36 | 97.34 | 38.84 |

Edible Oil Prices at Key Market:

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|---------------------|----------------------------|-------------------|-----------|--------|
| | | 25-Jun-20 | 24-Jun-20 | |
| Refined Soybean Oil | Indore | 855 | 855 | Unch |
| | Indore (Soy Solvent Crude) | 825 | 825 | Unch |
| | Mumbai | 845 | 845 | Unch |
| | Mumbai (Soy Degum) | 793 | 805 | -12 |
| | Kandla/Mundra | 835 | 835 | Unch |
| | Kandla/Mundra (Soy Degum) | 795 | 810 | -15 |
| | Kolkata | 835 | 835 | Unch |
| | Delhi | 880 | 880 | Unch |
| | Nagpur | 917 | 921 | -4 |
| | Rajkot | 810 | 830 | -20 |
| | Kota | 850 | 855 | -5 |
| | Hyderabad | Unq | Unq | - |



| | | | | |
|-----------------------|--|------|------|------|
| | Akola | 853 | 853 | Unch |
| | Amrawati | 854 | 857 | -3 |
| | Bundi | 855 | 860 | -5 |
| | Jalna | 927 | 931 | -4 |
| | Solapur | 907 | 911 | -4 |
| | Dhule | 927 | 931 | -4 |
| | | | | |
| Palm Oil* | Kandla (Crude Palm Oil) | 757 | 765 | -8 |
| | Kandla (RBD Palm oil) | 830 | 830 | Unch |
| | Kandla RBD Pamolein | 861 | 861 | Unch |
| | Kakinada (Crude Palm Oil) | 740 | 746 | -5 |
| | 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) | 845 | 843 | 2 |
| | Delhi | 880 | 880 | Unch |
| | Rajkot | 835 | 851 | -16 |
| | Hyderabad | 820 | 820 | Unch |
| | PFAD (Kandla) | 509 | 509 | Unch |
| | Refined Palm Stearin (Kandla) | 740 | 746 | -5 |
| | Superolien (Kandla) | 877 | 877 | Unch |
| | Superolien (Mumbai) | 882 | 882 | Unch |
| * inclusive of GST | | | | |
| Refined Sunflower Oil | Chennai | 935 | 940 | -5 |
| | Mumbai | 940 | 945 | -5 |
| | Mumbai(Expeller Oil) | 900 | 905 | -5 |
| | Kandla (Ref.) | 925 | 925 | Unch |
| | Hyderabad (Ref) | 940 | 945 | -5 |
| | 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 | 1380 | Unch |
| | Gondal | 1350 | 1350 | Unch |

| | | | | |
|---|------------------------------------|------|------|------|
| | Jamnagar | 1350 | 1350 | Unch |
| | | | | |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil) | 1017 | 1017 | Unch |
| | Jaipur (Kacchi Ghani Oil) | 1045 | 1045 | Unch |
| | Kota (Expeller Oil) | 970 | 990 | -20 |
| | Kota (Kacchi Ghani Oil) | 1040 | 1040 | Unch |
| | Neewai (Expeller Oil) | 1005 | 1005 | Unch |
| | Neewai (Kacchi Ghani Oil) | 1015 | 1015 | Unch |
| | Bharatpur (Kacchi Ghani Oil) | 1020 | 1030 | -10 |
| | Sri-Ganga Nagar(Exp Oil) | 980 | 980 | Unch |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 1020 | 1020 | Unch |
| | Mumbai (Expeller Oil) | 990 | 990 | Unch |
| | Kolkata(Expeller Oil) | 1020 | 1000 | 20 |
| | New Delhi (Expeller Oil) | 985 | 985 | Unch |
| | Hapur (Expeller Oil) | 935 | 935 | Unch |
| | Hapur (Kacchi Ghani Oil) | 965 | 965 | Unch |
| | Agra (Kacchi Ghani Oil) | 1025 | 1035 | -10 |
| | | | | |
| Refined Cottonseed Oil | Rajkot | 835 | 835 | Unch |
| | Hyderabad | 820 | 820 | Unch |
| | Mumbai | 855 | 855 | Unch |
| | 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 | 750 | Unch |
| Rice Bran Oil (4%) | Punjab | 760 | 760 | Unch |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 623 | 633 | -10 |
| | CNF India | 640 | 650 | -10 |
| Indonesia CPO USD/MT | FOB | 600 | 610 | -10 |
| | CNF India | 630 | 640 | -10 |
| RBD Palm oil (Malaysia Origin USD/MT) | FOB | 620 | 628 | -8 |
| RBD Palm Stearin (Malaysia Origin USD/MT) | FOB | 595 | 605 | -10 |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB | 740 | 755 | -15 |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB | 523 | 535 | -12 |
| Crude palm Kernel Oil India (USD/MT) | CNF India | Unq | 760 | - |

| | | | | |
|-----------------------------------|-----|-----------|-----------|--------|
| Ukraine Origin CSFO USD/MT Kandla | CIF | 855 | 855 | Unch |
| Rapeseed Oil Rotterdam Euro/MT | FOB | Unq | 778 | - |
| | | | | |
| Argentina FOB (\$/MT) | | 24-Jun-20 | 23-Jun-20 | Change |
| Crude Soybean Oil Ship | | 661 | 672 | -11 |
| Refined Soy Oil (Bulk) Ship | | 684 | 696 | -12 |
| Sunflower Oil Ship | | 755 | 755 | Unch |
| Cottonseed Oil Ship | | 641 | 652 | -11 |
| 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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