

Domestic Fundamentals:

- Edible oil complex featured mixed trend at various markets centers on Saturday.
- Soy oil domestic prices fell on demand concerns while palm oil prices fell on fall in international benchmarks. BMD CPO fell on fall in crude oil prices and global selloff in commodities. CBOT soy oil rose on rise in crude oil prices and fall in stocks of soy oil in US. Favorable US soybean crop report as reported by USDA will cap gains..
- 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 stock 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.
- Palm oil end stocks are expected to fall in Malaysia in June due to surge in exports of palm oil and slower rate of growth of production of palm oil in Malaysia in June.
- 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	-7.60	827.00	828.50	812.00	817.00	15,460	-900	26485	-295
Aug-20	-5.90	817.00	820.00	803.30	808.80	7,935	660	11645	1750
Prices & Vol-OI are at 5:30 PM									

Spread	Jul -20	Aug1-20
Spot	23.00	
Jul-20		-8.20
Aug-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-20	-8.80	722.40	723.30	703.10	709.50	640	-200	1677	-20
July-20	-8.20	677.90	683.00	663.50	669.00	2107	-1035	4438	274

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

Spot	9.5	
June-20		-40.5
July-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.25	27.56	27.8	27.49	27.79
Aug	0.25	27.73	28	27.68	27.99
Sep	0.23	27.87	28.16	27.86	28.14
Oct	0.24	28.07	28.33	28.04	28.33
Dec	0.25	28.39	28.68	28.36	28.67

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	-38	2530	2530	2458	2669
Jul	-32	2481	2489	2415	2626
Aug	-27	2419	2430	2356	2585
Sep	-18	2392	2398	2332	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	14240	4.289	70.09	75.59	5.36	97.41	38.72

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-Jun-20	26-Jun-20	
Refined Soybean Oil	Indore	840	840	Unch
	Indore (Soy Solvent Crude)	805	810	-5
	Mumbai	840	840	Unch
	Mumbai (Soy Degum)	785	795	-10
	Kandla/Mundra	835	835	Unch
	Kandla/Mundra (Soy Degum)	785	795	-10
	Kolkata	830	830	Unch
	Delhi	855	865	-10
	Nagpur	907	917	-10
	Rajkot	820	810	10
	Kota	845	850	-5
	Hyderabad	Unq	Unq	-

	Akola	843	853	-10
	Amrawati	845	854	-9
	Bundi	850	855	-5
	Jalna	917	927	-10
	Solapur	897	907	-10
	Dhule	917	927	-10
Palm Oil*	Kandla (Crude Palm Oil)	750	755	-5
	Kandla (RBD Palm oil)	830	824	5
	Kandla RBD Pamolein	840	856	-16
	Kakinada (Crude Palm Oil)	714	725	-11
	Kakinada RBD Pamolein	830	835	-5
	Haldia Pamolein	851	845	5
	Chennai RBD Pamolein	840	845	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	901	887	14
	KPT (krishna patnam) Pamolein	840	840	Unch
	Mumbai RBD Pamolein	856	866	-11
	Mangalore RBD Pamolein	845	851	-5
	Tuticorin (RBD Palmolein)	832	832	Unch
	Delhi	860	870	-10
	Rajkot	819	814	5
	Hyderabad	790	800	-10
	PFAD (Kandla)	525	509	16
	Refined Palm Stearin (Kandla)	714	725	-11
	Superolien (Kandla)	872	830	42
	Superolien (Mumbai)	882	840	42
* inclusive of GST				
Refined Sunflower Oil	Chennai	935	935	Unch
	Mumbai	950	945	5
	Mumbai (Expeller Oil)	900	890	10
	Kandla (Ref.)	925	925	Unch
	Hyderabad (Ref)	940	940	Unch
	Latur (Expeller Oil)	885	885	Unch
	Chellakere (Expeller Oil)	895	895	Unch
	Erode (Expeller Oil)	970	970	Unch
Groundnut Oil	Rajkot	1350	1350	Unch
	Chennai	1350	1350	Unch
	Delhi	1400	1380	20
	Hyderabad *	1350	1350	Unch
	Mumbai	1400	1400	Unch
	Gondal	1350	1350	Unch

	Jamnagar	1350	1350	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1022	1017	5
	Jaipur (Kacchi Ghani Oil)	1050	1045	5
	Kota (Expeller Oil)	1000	970	30
	Kota (Kacchi Ghani Oil)	1030	1020	10
	Neewai (Expeller Oil)	1013	1005	8
	Neewai (Kacchi Ghani Oil)	1023	1015	8
	Bharatpur (Kacchi Ghani Oil)	1030	1030	Unch
	Sri-Ganga Nagar(Exp Oil)	980	980	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1020	1020	Unch
	Mumbai (Expeller Oil)	980	980	Unch
	Kolkata(Expeller Oil)	1020	1020	Unch
	New Delhi (Expeller Oil)	970	970	Unch
	Hapur (Expeller Oil)	935	935	Unch
	Hapur (Kacchi Ghani Oil)	965	965	Unch
	Agra (Kacchi Ghani Oil)	1035	1035	Unch
Refined Cottonseed Oil	Rajkot	825	825	Unch
	Hyderabad	810	810	Unch
	Mumbai	845	845	Unch
	New Delhi	795	795	Unch
Coconut Oil	Kangayan (Crude)	1520	1520	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1550	1550	Unch
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	750	750	Unch
Rice Bran Oil (4%)	Punjab	770	770	Unch
Malaysia Palmolein USD/MT	FOB	615	618	-3
	CNF India	630	640	-10
Indonesia CPO USD/MT	FOB	595	600	-5
	CNF India	620	630	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	Closed	615	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	Closed	595	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	Closed	720	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	Closed	520	-
Crude palm Kernel Oil India (USD/MT)	CNF India	Closed	760	-

Ukraine Origin CSFO USD/MT Kandla	CIF	850	850	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	Closed	660	-
Argentina FOB (\$/MT)		26-Jun-20	26-Jun-20	Change
Crude Soybean Oil Ship		652	652	Unch
Refined Soy Oil (Bulk) Ship		675	675	Unch
Sunflower Oil Ship		760	760	Unch
Cottonseed Oil Ship		632	632	Unch
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).

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.