

Domestic Fundamentals:

- Edible oil complex featured mixed trend at various markets centers on Thursday.
- Soy oil domestic prices rose on higher international benchmarks. Indore market was stable while prices rose at India west and coast. Higher prices quoted at CNF pulled domestic prices higher. Import parity disparity increased while refining margins disparity decreased. In international markets CBOT soy oil fell but India CNF increased due to increase in basis. Argentina FOB rose less than India CNF. Domestic demand of soy oil will improve going ahead as festivals season in approaching starting August. Positions were squared ahead of monthly USDA demand and supply estimate to be released tomorrow. CBOT soy oil rose on adverse condition of soybean crop in US. US soybean crop report as reported by USDA reported good condition of soybean crop. Firm crude oil prices continue to support international edible oils complex.
- CPO domestic prices rose marginally in India due to higher prices quoted at India CNF. Import disparity of CPO decreased while refining margins parity decreased. Demand of palm oil is still weak in domestic market. Demand depends upon government policy on opening of country. Festive season in North and South India starting August will increase palmolein demand marginally. Palmolein prices remained subdued across India west and east coast. Markets will take direction from tomorrow's palm oil industry report of Malaysia which is expected to show rise in palm oil end stocks. Export data of July 1-10 will also show direction. Export demand of palm oil from Malaysia slowed in second half of June. Import are expected to remain weak in July and production will rise going ahead.
- Edible oils imports surged in June compared to May on higher imports of CPO, soy oil and sunflower oil. CPO imports surged in June after weak imports for last three months. However, due to fall in prices of CPO in international markets, low supply of palmolein in India markets due lower imports of palmolein in 2020 and India restricting its imports and low stocks of palm oil in ports and pipelines. Imports of soy oil rose in June due to firm import demand of soy oil as domestic production of soy oil has fallen on lower poultry demand of soy meal. Further, imports of soy oil rise seasonally and arrival of festive season from August will increase its demand. Moreover, stocks of soy oil is less in India and India has to import more to improve soy oil stock position which had been under pressure from last 3 years. Lower prices of soy oil in international markets also stimulated demand. Imports of sunflower rose in June despite rise in sunflower oil international prices and higher premium over soy oil and palm oil. Sunflower oil demand has grown in many states due to low demand of palm oil on lower out of home food has led to higher inhome demand of sunflower oil. RBD palmolein imports has collapsed has led to fall in palm oil contribution to total imports at 48 percent. Soft oil component of total imports will remain high in coming months.
- According to Solvent Extractors Association (SEA), India's June edible oil imports rose 8.5 percent y-o-y to 11.62 lakh tons from 10.71 lakh tons in June 2019. Palm oil imports in June fell 18.05 percent y-o-y to 5.63 lakh tons from 6.87 lakh tons in June 2019. CPO imports rose 33.17 percent in June y-o-y to 5.60 lakh tons from 4.21 lakh tons in June 2019. RBD palmolein imports fell by 98.82 percent in June y-o-y to 0.03 lakh tons from 2.56 lakh tons in June 2019. Soy oil imports rose 48.43 percent in June y-o-y to 3.31 lakh tons from 2.23 lakh tons in June 2019. Sunflower oil imports rose 66.46 percent y-o-y in June to 2.68 lakh tons from 1.61 lakh tons in June 2019. Rapeseed (canola) oil imports in June was zero compared to zero imports in June 2019. Palm oil imports fell due to fall in RBD palmolein imports. RBD palmolein were low due to India restricting refined palm oil imports by cancelling all licenses.

Outlook: Edible oil basket is expected to feature sideways to weak tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jul-20	3.40	820.00	824.00	819.10	822.80	2,340	-6155	14740	-825
Aug-20	1.90	818.90	826.50	818.90	820.80	11,280	1130	23350	-385
Prices & Vol-OI are at 5:30 PM									

Spread	Jul -20	Aug-20
Spot	-2.80	
Jul-20		-2.00
Aug-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-20	1.40	674.30	677.30	672.00	673.80	1267	-630	5313	-96
Aug-20	0.40	668.50	672.00	666.50	666.80	612	-27	2479	176

Spread	July-20	Aug-20
Spot	9.2	
July-20		-7
Aug-20		

CBOT Soy Oil Futures (Projections):
 (Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.08	28.57	28.66	28.47	28.63
Aug	0.08	28.72	28.82	28.64	28.79
Sep	0.07	28.89	28.96	28.82	28.95
Oct	0.07	29.24	29.32	29.13	29.28
Dec	0.07	29.46	29.56	29.39	29.53

-0.12

Forex:
BMD CPO Futures:
 (Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	-19	2465	2478	2455	2455
Jul	6	2441	2467	2433	2444
Aug	-3	2402	2433	2399	2404
Sep	-8	2386	2408	2376	2380

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
09/07/2020	6.99	14395	4.262	70.75	74.95	5.35	96.36	40.80

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		09-Jul-20	08-Jul-20	
Refined Soybean Oil	Indore	820	820	Unch
	Indore (Soy Solvent Crude)	785	785	Unch
	Mumbai	815	815	Unch
	Mumbai (Soy Degum)	785	780	5
	Kandla/Mundra	815	810	5
	Kandla/Mundra (Soy Degum)	785	780	5
	Kolkata	820	800	20
	Delhi	865	855	10

	Nagpur	900	900	Unch
	Rajkot	805	805	Unch
	Kota	830	825	5
	Hyderabad	NA	NA	-
	Akola	832	832	Unch
	Amrawati	832	832	Unch
	Bundi	835	830	5
	Jalna	910	910	Unch
	Solapur	890	890	Unch
	Dhule	910	910	Unch
Palm Oil*	Kandla (Crude Palm Oil)	717	715	2
	Kandla (RBD Palm oil)	782	782	Unch
	Kandla RBD Pamolein	798	798	Unch
	Kakinada (Crude Palm Oil)	691	691	Unch
	Kakinada RBD Pamolein	777	777	Unch
	Haldia Pamolein	798	798	Unch
	Chennai RBD Pamolein	798	798	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	859	859	Unch
	KPT (krishna patnam) Pamolein	782	782	Unch
	Mumbai RBD Pamolein	822	822	Unch
	Mangalore RBD Pamolein	819	819	Unch
	Tuticorin (RBD Palmolein)	803	803	Unch
	Delhi	845	840	5
	Rajkot	798	798	Unch
	Hyderabad	760	760	Unch
	PFAD (Kandla)	509	509	Unch
	Refined Palm Stearin (Kandla)	691	691	Unch
	Superolien (Kandla)	830	830	Unch
	Superolien (Mumbai)	840	840	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	925	925	Unch
	Mumbai	940	940	Unch
	Mumbai(Expeller Oil)	895	895	Unch
	Kandla (Ref.)	915	900	15
	Hyderabad (Ref)	925	925	Unch
	Latur (Expeller Oil)	875	875	Unch
	Chellakere (Expeller Oil)	885	885	Unch
	Erode (Expeller Oil)	960	960	Unch
Groundnut Oil	Rajkot	1250	1250	Unch
	Chennai	1320	1320	Unch

	Delhi	1370	1360	10
	Hyderabad *	1270	1270	Unch
	Mumbai	1360	1370	-10
	Gondal	1330	1330	Unch
	Jamnagar	1330	1330	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1032	1037	-5
	Jaipur (Kacchi Ghani Oil)	1060	1065	-5
	Kota (Expeller Oil)	990	1000	-10
	Kota (Kacchi Ghani Oil)	1050	1060	-10
	Neewai (Expeller Oil)	1025	1030	-5
	Neewai (Kacchi Ghani Oil)	1035	1040	-5
	Bharatpur (Kacchi Ghani Oil)	1040	1040	Unch
	Sri-Ganga Nagar(Exp Oil)	990	1000	-10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1030	1040	-10
	Mumbai (Expeller Oil)	970	970	Unch
	Kolkata(Expeller Oil)	1120	1050	70
	New Delhi (Expeller Oil)	985	985	Unch
	Hapur (Expeller Oil)	968	965	3
	Hapur (Kacchi Ghani Oil)	998	995	3
	Agra (Kacchi Ghani Oil)	1045	1045	Unch
Refined Cottonseed Oil	Rajkot	810	810	Unch
	Hyderabad	790	790	Unch
	Mumbai	835	835	Unch
	New Delhi	800	800	Unch
Coconut Oil	Kangayan (Crude)	1450	1450	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	NA	NA	-
Kardi	Mumbai	NA	NA	-
Rice Bran Oil (40%)	New Delhi	725	725	Unch
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	613	608	5
	CNF India	640	630	10
Indonesia CPO USD/MT	FOB	598	590	8
	CNF India	630	620	10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	610	605	5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	580	580	Unch

RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	710	710	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	513	510	3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	745	-
Ukraine Origin CSFO USD/MT Kandla	CIF	835	845	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	775	770	5
Argentina FOB (\$/MT)		8-Jul-20	7-Jul-20	Change
Crude Soybean Oil Ship		687	685	2
Refined Soy Oil (Bulk) Ship		711	709	2
Sunflower Oil Ship		755	750	5
Cottonseed Oil Ship		667	665	2
Refined Linseed Oil (Bulk) Ship		NA	NA	-
* 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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