

Domestic Fundamentals:

- Edible oil complex featured mostly weak trend at various markets centers on Friday.
- Soy oil domestic prices was unchanged at various locations pressured by lower international benchmarks. Indore market and India west and east coast prices were unchanged. Import parity disparity increased while refining margins disparity decreased. In international markets CBOT soy oil fell leading to lower 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 today. CBOT soy oil rose on adverse weather forecast for of soybean crop in US Midwest.
- CPO domestic prices remained unchanged in various locations in India despite lower prices quoted at India CNF. Import disparity of CPO returned to parity and refining margins parity increased. 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. BMD CPO rose on lower stocks of palm oil in Malaysia in June in industry report of Malaysia. Export demand of palm oil from Malaysia slowed in first 10 days of July on lower buying by China and EU while Indian purchased in higher quantity. Exports of palm oil from Malaysia are expected to remain weak in July and production will rise
- According to Malaysia Palm Oil Board (MPOB), Malaysia's June palm oil stocks fell 6.33 percent to 19.01 lakh tons compared to 20.30 lakh tons in May 2020. Production of palm oil in June rose 14.19 percent to 18.86 lakh tons compared to 16.51 lakh tons in May 2020. Exports of palm oil in June rose 24.91 percent to 17.09 lakh tons compared to 13.69 lakh tons in May 2020. Imports of palm oil in June rose 31.64 percent to 0.49 lakh tons compared to 0.37 lakh tons in May 2020. End stocks of palm oil fell compared to trade expectation of rise in stocks. Fall in stocks was mainly due to higher exports.
- According to Indonesia Palm Oil Association (GAPKI), exports of palm oil (CPO and PKO), biodiesel and oleochemical exports from Indonesia fell by 5.28 percent in May m-o-m to 2.43 MMT from 2.65 MMT in Apr 2020. Exports from Indonesia fell by 12.90 percent in May m-o-m from 2.79 MMT recorded in May 2019. Stocks of palm oil at the end of May was 3.53 MMT compared to Apr 2020 figure of 3.4 MMT, up 3.82 percent m-o-m. Stocks in May was unchanged from May 2019 which was reported at 3.53 MMT. Production of palm oil in May was recorded at 3.97 MMT.
- According to Solvent Extractors Association (SEA), India's April edible oil stocks at ports and pipelines fell 25.61 percent m-o-m to 9.15 lakh tons from 12.30 lakh tons in March 2020. Stocks of edible oil at ports in April fell to 545,000 tons (CPO 230,000 tons, RBD Palmolein 40,000 tons, Degummed Soybean Oil 100,000 tons and Crude Sunflower Oil 175,000 ton) and about 370,000 tons in pipelines. (Stocks at ports were 760,000 tons and in pipelines were 470,000 tons in March 2020). India is presently holding 15 days of edible oil requirement on 1st May, 2020 at 9.15 lakh tons compared to 19 days of requirements of 12.30 lakh tons on 1st April, 2020. India held 23.55 lakh tons of stocks in ports and pipelines on 1st May 2019. India's monthly edible oil requirement is 19.0 lakh tons.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's July 1-10 palm oil exports fell 29.1 percent to 448,516 tons compared to 545,360 tons in the corresponding period last month. Top buyers were China at 132,31 tons (166,980 tons), European Union 85,866 tons (184,480 tons) and India & subcontinent 83,775 tons (73,500 tons). Values in brackets are figures of corresponding period last month.

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	3.40	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	Augl-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	-0.13	28.26	28.27	28.1	28.16
Aug	-0.12	28.4	28.41	28.28	28.33
Sep	-0.12	28.55	28.56	28.45	28.48
Oct	-0.13	28.85	28.9	28.73	28.79
Dec	-0.13	29.14	29.14	28.98	29.03

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	8	2413	2480	2413	2463
Jul	14	2418	2475	2400	2458
Aug	11	2379	2435	2362	2414
Sep	7	2352	2408	2344	2385

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
10/07/2020	7.00	14424	4.266	70.89	75.22	5.35	96.62	39.57

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		10-Jul-20	09-Jul-20	
Refined Soybean Oil	Indore	820	820	Unch
	Indore (Soy Solvent Crude)	785	785	Unch
	Mumbai	820	815	5
	Mumbai (Soy Degum)	785	785	Unch
	Kandla/Mundra	815	815	Unch
	Kandla/Mundra (Soy Degum)	785	785	Unch
	Kolkata	820	820	Unch
	Delhi	860	865	-5

	Nagpur	905	900	5
	Rajkot	810	805	5
	Kota	830	830	Unch
	Hyderabad	-	-	-
	Akola	835	832	3
	Amrawati	838	832	6
	Bundi	835	835	Unch
	Jalna	915	910	5
	Solapur	895	890	5
	Dhule	915	910	5
Palm Oil*	Kandla (Crude Palm Oil)	717	717	Unch
	Kandla (RBD Palm oil)	772	782	-11
	Kandla RBD Pamolein	798	798	Unch
	Kakinada (Crude Palm Oil)	693	693	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)	801	803	-2
	Delhi	845	845	Unch
	Rajkot	798	798	Unch
	Hyderabad	765	760	5
	PFAD (Kandla)	473	509	-37
	Refined Palm Stearin (Kandla)	693	693	Unch
	Superolien (Kandla)	830	830	Unch
	Superolien (Mumbai)	840	840	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	920	925	-5
	Mumbai	940	940	Unch
	Mumbai(Expeller Oil)	895	895	Unch
	Kandla (Ref.)	915	915	Unch
	Hyderabad (Ref)	925	925	Unch
	Latur (Expeller Oil)	875	875	Unch
	Chellakere (Expeller Oil)	885	885	Unch
	Erode (Expeller Oil)	950	960	-10
Groundnut Oil	Rajkot	1200	1250	-50
	Chennai	1300	1320	-20

	Delhi	1360	1370	-10
	Hyderabad *	1250	1270	-20
	Mumbai	1340	1360	-20
	Gondal	1300	1330	-30
	Jamnagar	1300	1330	-30
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1032	1032	Unch
	Jaipur (Kacchi Ghani Oil)	1060	1060	Unch
	Kota (Expeller Oil)	980	990	-10
	Kota (Kacchi Ghani Oil)	1040	1050	-10
	Neewai (Expeller Oil)	1025	1025	Unch
	Neewai (Kacchi Ghani Oil)	1035	1035	Unch
	Bharatpur (Kacchi Ghani Oil)	1030	1040	-10
	Sri-Ganga Nagar(Exp Oil)	990	990	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1030	1030	Unch
	Mumbai (Expeller Oil)	1000	970	30
	Kolkata(Expeller Oil)	1120	1120	Unch
	New Delhi (Expeller Oil)	985	985	Unch
	Hapur (Expeller Oil)	968	968	Unch
	Hapur (Kacchi Ghani Oil)	998	998	Unch
	Agra (Kacchi Ghani Oil)	1035	1045	-10
Refined Cottonseed Oil	Rajkot	830	810	20
	Hyderabad	795	790	5
	Mumbai	840	835	5
	New Delhi	795	800	-5
Coconut Oil	Kangayan (Crude)	1450	1450	Unch
	Cochin	1520	1530	-10
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	-	-	-
Kardi	Mumbai	-	-	-
Rice Bran Oil (40%)	New Delhi	725	725	Unch
Rice Bran Oil (4%)	Punjab	770	760	10
Malaysia Palmolein USD/MT	FOB	610	613	-3
	CNF India	630	640	-10
Indonesia CPO USD/MT	FOB	593	598	-5
	CNF India	620	630	-10
RBD Palm oil (Malaysia Origin USD/MT)	FOB	605	610	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	578	580	-2

RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	695	710	-15
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	510	513	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	-	740	-
Ukraine Origin CSFO USD/MT Kandla	CIF	835	835	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	777	775	2
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		-	0	-
* 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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