

Domestic Fundamentals:

- Edible oil complex featured mostly sideways to mixed trend at various markets centers on Saturday.
- 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 | Aug1-20 |
|--------|---------|---------|
| 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 |
|---------------------|----------------------------|-------------------|-----------|--------|
| | | 11-Jul-20 | 10-Jul-20 | |
| Refined Soybean Oil | Indore | 828 | 820 | 8 |
| | Indore (Soy Solvent Crude) | 795 | 785 | 10 |
| | Mumbai | 817 | 820 | -3 |
| | Mumbai (Soy Degum) | 785 | 785 | Unch |
| | Kandla/Mundra | 815 | 815 | Unch |
| | Kandla/Mundra (Soy Degum) | 780 | 785 | -5 |
| | Kolkata | 820 | 820 | Unch |
| | Delhi | 860 | 860 | Unch |

| | | | | |
|-----------------------|----------------------------------------------|------|------|------|
| | Nagpur | 905 | 905 | Unch |
| | Rajkot | 810 | 810 | Unch |
| | Kota | 830 | 830 | Unch |
| | Hyderabad | - | - | - |
| | Akola | 836 | 835 | 1 |
| | Amrawati | 838 | 838 | Unch |
| | Bundi | 835 | 835 | Unch |
| | Jalna | 915 | 915 | Unch |
| | Solapur | 895 | 895 | Unch |
| | Dhule | 915 | 915 | Unch |
| Palm Oil* | Kandla (Crude Palm Oil) | 717 | 717 | Unch |
| | Kandla (RBD Palm oil) | 767 | 772 | -5 |
| | Kandla RBD Pamolein | 803 | 798 | 5 |
| | Kakinada (Crude Palm Oil) | 693 | 693 | Unch |
| | Kakinada RBD Pamolein | 782 | 777 | 5 |
| | Haldia Pamolein | 798 | 798 | Unch |
| | Chennai RBD Pamolein | 798 | 798 | Unch |
| | Chennai RBD Pamolein (Vitamin A&D Fortified) | 855 | 859 | -4 |
| | KPT (krishna patnam) Pamolein | 788 | 782 | 5 |
| | Mumbai RBD Pamolein | 824 | 822 | 2 |
| | Mangalore RBD Pamolein | 814 | 819 | -5 |
| | Tuticorin (RBD Palmolein) | 801 | 801 | Unch |
| | Delhi | 845 | 845 | Unch |
| | Rajkot | 798 | 798 | Unch |
| | Hyderabad | 765 | 765 | Unch |
| | PFAD (Kandla) | 478 | 473 | 5 |
| | Refined Palm Stearin (Kandla) | 693 | 693 | Unch |
| | Superolien (Kandla) | 814 | 830 | -16 |
| | Superolien (Mumbai) | 830 | 840 | -11 |
| * inclusive of GST | | | | |
| Refined Sunflower Oil | Chennai | 920 | 920 | Unch |
| | Mumbai | 940 | 940 | Unch |
| | Mumbai(Expeller Oil) | 890 | 895 | -5 |
| | Kandla (Ref.) | 920 | 915 | 5 |
| | Hyderabad (Ref) | 925 | 925 | Unch |
| | Latur (Expeller Oil) | 875 | 875 | Unch |
| | Chellakere (Expeller Oil) | 885 | 885 | Unch |
| | Erode (Expeller Oil) | 950 | 950 | Unch |
| Groundnut Oil | Rajkot | 1200 | 1200 | Unch |
| | Chennai | 1300 | 1300 | Unch |



| | | | | |
|-------------------------------------------|------------------------------------|--------|------|------|
| | Delhi | 1340 | 1360 | -20 |
| | Hyderabad * | 1250 | 1250 | Unch |
| | Mumbai | 1340 | 1340 | Unch |
| | Gondal | 1300 | 1300 | Unch |
| | Jamnagar | 1300 | 1300 | Unch |
| | | | | |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil) | 1032 | 1032 | Unch |
| | Jaipur (Kacchi Ghani Oil) | 1060 | 1060 | Unch |
| | Kota (Expeller Oil) | 980 | 980 | Unch |
| | Kota (Kacchi Ghani Oil) | 1050 | 1040 | 10 |
| | Neewai (Expeller Oil) | 1025 | 1025 | Unch |
| | Neewai (Kacchi Ghani Oil) | 1035 | 1035 | Unch |
| | Bharatpur (Kacchi Ghani Oil) | 1040 | 1030 | 10 |
| | Sri-Ganga Nagar(Exp Oil) | 990 | 990 | Unch |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 1030 | 1030 | Unch |
| | Mumbai (Expeller Oil) | 1000 | 1000 | Unch |
| | Kolkata(Expeller Oil) | 1120 | 1120 | Unch |
| | New Delhi (Expeller Oil) | 985 | 985 | Unch |
| | Hapur (Expeller Oil) | 974 | 968 | 6 |
| | Hapur (Kacchi Ghani Oil) | 1004 | 998 | 6 |
| | Agra (Kacchi Ghani Oil) | 1045 | 1035 | 10 |
| | | | | |
| Refined Cottonseed Oil | Rajkot | 830 | 830 | Unch |
| | Hyderabad | 795 | 795 | Unch |
| | Mumbai | 835 | 840 | -5 |
| | New Delhi | 795 | 795 | Unch |
| | | | | |
| Coconut Oil | Kangayan (Crude) | 1450 | 1450 | Unch |
| | Cochin | 1530 | 1520 | 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 | 750 | 770 | -20 |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 615 | 610 | 5 |
| | CNF India | 630 | 630 | Unch |
| Indonesia CPO USD/MT | FOB | 598 | 593 | 5 |
| | CNF India | 620 | 620 | Unch |
| RBD Palm oil (Malaysia Origin USD/MT) | FOB | Closed | 605 | - |
| RBD Palm Stearin (Malaysia Origin USD/MT) | FOB | Closed | 578 | - |

| | | | | |
|-----------------------------------------------------|-----------|-----------|----------|--------|
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB | Closed | 695 | - |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB | Closed | 510 | - |
| Crude palm Kernel Oil India (USD/MT) | CNF India | Closed | 723 | - |
| Ukraine Origin CSFO USD/MT Kandla | CIF | 835 | 835 | Unch |
| Rapeseed Oil Rotterdam Euro/MT | FOB | Closed | 777 | - |
| | | | | |
| Argentina FOB (\$/MT) | | 10-Jul-20 | 9-Jul-20 | Change |
| Crude Soybean Oil Ship | | - | - | - |
| Refined Soy Oil (Bulk) Ship | | - | - | - |
| Sunflower Oil Ship | | - | - | - |
| Cottonseed Oil Ship | | - | - | - |
| Refined Linseed Oil (Bulk) Ship | | - | - | - |
| * 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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