

Domestic Fundamentals:

- Edible oil complex featured firm trend at various markets centers on Monday.
- Soy oil domestic prices showed firm trend at all the locations. Indore prices also firmed. Soy oil prices were supported by higher international benchmarks. Import disparity and refining disparity fell on rise in high seas and refined prices. Higher CBOT soy oil supported at India with projections trading higher. CBOT continued its rally for fifth day in a row. Domestic demand of soy oil will improve going ahead as festivals season is approaching starting August. Prices were also supported by higher palm oil prices.
- CPO domestic prices rose at Kandla and India east coast. Higher CNF prices supported prices. Palmolein prices rose at various locations in India. Import disparity increased due to rise in CNF prices compared to high seas prices of CPO. However, refining margins of palm oil increased on higher rise in palmolein prices compared to CPO. Higher BMD palm oil supported India CNF. Festive season in North and South India starting August will increase palmolein demand. BMD CPO rose on expectation of lower stocks of palm oil in Malaysia in July due to fall in production of palm oil in Malaysia and revival in exports from Malaysia. Export demand of palm oil from Malaysia by India rose while buying China and EU decreased. Imports of palm oil by China is expected to slow due to rise in imports of soybean by China leading to higher supply of soy oil. India is importing higher amount of palm oil from Malaysia due to lower prices quoted by Malaysian origin palm compared to Indonesia.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's July 1-20 palm oil exports fell 4.6 percent to 1,157,020 tons compared to 1,212,505 tons in the corresponding period last month. Top buyers were India & subcontinent 281,695 tons (221,530 tons), China at 273,125 tons (304,200 tons), and European Union 226,830 tons (369,535 tons). Values in brackets are figures of corresponding period last month.
- Sunflower oil traded higher at various centers on rising palm oil. Import disparity and refining margins disparity decreased on rise in India high seas prices. More rise in domestic prices of sunflower can be seen in coming days.
- Soy oil international prices are supported by fall in stocks of soy oil in US as reported by NOPA, demand at lower levels, rise in competing oils, rise in soybean demand from China and rise in crude oil prices.
- According to National Oilseed Processors Association (NOPA), U.S. June soybean crush fell by 1.37 percent m-o-m to 167.263 million bushels from 169.584 million bushels in May 2020, above market expectation. Crush of soybean in June was higher by 13.08 percent y-o-y compared to June 2019 figure of 148.843 million bushels. Soy oil stocks in U.S. at the end of June fell 5.43 percent m-o-m to 1.778 billion lbs compared to 1.880 billion lbs in end May 2020. Stocks of soy oil in end June was higher by 15.83 percent y-o-y compared to end June 2019, which was reported at 1.535 million lbs. Soy oil stocks were below trade expectation.
- According to China's General Administration of Customs (GACC), China's June edible vegetable oils imports rose 53.31 percent m-o-m to 10.18 LT compared to 6.64 LT in May 2020. Imports rose 26.46 percent y-o-y in June from 8.05 LT in June 2019. Year to date imports of edible vegetable oil rose 1 percent to 40.34 lakh tons.
- According to China's General Administration of Customs (GACC), China's June soybean imports rose 19.01 percent m-o-m to 11.16 MMT from 9.38 MMT in May 2020. Imports rose 71.43 percent y-o-y from June 2019 imports at 6.51 MMT. Year to date soybean imports rose 17.9 percent to 45.04 MMT.

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 |
|--------------------------------|------|--------|--------|--------|--------|--------|---------------|-------|-----------|
| Aug-20 | 8.00 | 851.00 | 855.80 | 850.00 | 854.10 | 14,645 | -715 | 24055 | -1820 |
| Sep-20 | 8.80 | 858.80 | 862.00 | 855.20 | 859.60 | 4,170 | 1045 | 9295 | 1630 |
| Prices & Vol-OI are at 5:30 PM | | | | | | | | | |

| Spread | Aug-20 | Sep-20 |
|--------|--------|--------|
| Spot | -4.10 | |
| Aug-20 | | 5.50 |
| Sep-20 | | |

MCX CPO Futures

| Contract | +/- | Open | High | Low | Close | Volume | Volume Change | OI | OI Change |
|----------|-------|--------|--------|--------|--------|--------|---------------|------|-----------|
| July-20 | 11.00 | 711.00 | 719.90 | 709.00 | 718.50 | 2109 | 896 | 3391 | -345 |
| Aug-20 | 16.20 | 706.20 | 720.00 | 706.20 | 719.60 | 2278 | 504 | 3301 | -99 |

| Spread | July-20 | Aug-20 |
|--------|---------|--------|
|--------|---------|--------|

| | | |
|---------|------|-----|
| Spot | -3.5 | |
| July-20 | | 1.1 |
| Aug-20 | | |

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

| Contract | +/- | Open | High | Low | Close |
|----------|------|-------|-------|-------|-------|
| Jul | 0.31 | 30.1 | 30.31 | 29.94 | 30.23 |
| Aug | 0.29 | 30.27 | 30.45 | 30.09 | 30.37 |
| Sep | 0.31 | 30.37 | 30.6 | 30.24 | 30.54 |
| Oct | 0.30 | 30.75 | 30.91 | 30.56 | 30.84 |
| Dec | 0.30 | 30.84 | 31.11 | 30.76 | 31.04 |

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| Aug | 57 | 2732 | 2756 | 2730 | 2756 |
| Sep | 60 | 2693 | 2720 | 2682 | 2710 |
| Oct | 49 | 2655 | 2675 | 2643 | 2663 |
| Nov | 42 | 2626 | 2640 | 2611 | 2632 |

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|---------------------------|
| 20/07/2020 | 6.98 | 14787 | 4.262 | 71.42 | 74.74 | 5.36 | 95.81 | 40.41 |

Edible Oil Prices at Key Market:

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|---------------------|----------------------------|-------------------|-----------|--------|
| | | 20-Jul-20 | 18-Jul-20 | |
| Refined Soybean Oil | Indore | 850 | 845 | 5 |
| | Indore (Soy Solvent Crude) | 815 | 815 | Unch |
| | Mumbai | 855 | 845 | 10 |
| | Mumbai (Soy Degum) | 815 | 805 | 10 |
| | Kandla/Mundra | 845 | 830 | 15 |
| | Kandla/Mundra (Soy Degum) | 805 | 805 | Unch |
| | Kolkata | 850 | 835 | 15 |
| | Delhi | 885 | 880 | 5 |
| | Nagpur | 921 | 911 | 10 |
| | Rajkot | 840 | 830 | 10 |

| | | | | |
|------------------------------|--|------|------|------|
| | Kota | 850 | 840 | 10 |
| | Hyderabad | - | - | - |
| | Akola | 855 | 846 | 9 |
| | Amrawati | 860 | 848 | 12 |
| | Bundi | 855 | 845 | 10 |
| | Jalna | 931 | 921 | 10 |
| | Solapur | 911 | 901 | 10 |
| | Dhule | 931 | 921 | 10 |
| | | | | |
| Palm Oil* | Kandla (Crude Palm Oil) | 751 | 746 | 5 |
| | Kandla (RBD Palm oil) | 830 | 819 | 11 |
| | Kandla RBD Pamolein | 851 | 840 | 11 |
| | Kakinada (Crude Palm Oil) | 735 | 725 | 11 |
| | Kakinada RBD Pamolein | 830 | 819 | 11 |
| | Haldia Pamolein | 851 | 845 | 5 |
| | Chennai RBD Pamolein | 845 | 845 | Unch |
| | Chennai RBD Pamolein (Vitamin A&D Fortified) | - | - | - |
| | KPT (krishna patnam) Pamolein | 840 | 830 | 11 |
| | Mumbai RBD Pamolein | 866 | 861 | 5 |
| | Mangalore RBD Pamolein | 866 | 851 | 16 |
| | Tuticorin (RBD Palmolein) | 856 | 845 | 11 |
| | Delhi | 875 | 865 | 10 |
| | Rajkot | 845 | 821 | 24 |
| | Hyderabad | 805 | 800 | 5 |
| | PFAD (Kandla) | 473 | 504 | -32 |
| | Refined Palm Stearin (Kandla) | 735 | 725 | 11 |
| | Superolien (Kandla) | 872 | 856 | 16 |
| | Superolien (Mumbai) | 882 | 872 | 11 |
| * inclusive of GST | | | | |
| Refined Sunflower Oil | Chennai | 930 | 925 | 5 |
| | Mumbai | 950 | 940 | 10 |
| | Mumbai(Expeller Oil) | 900 | 895 | 5 |
| | Kandla (Ref.) | 940 | 930 | 10 |
| | Hyderabad (Ref) | 940 | 935 | 5 |
| | Latur (Expeller Oil) | 872 | 872 | Unch |
| | Chellakere (Expeller Oil) | 882 | 882 | Unch |
| | Erode (Expeller Oil) | 970 | 950 | 20 |
| | | | | |
| Groundnut Oil | Rajkot | 1300 | 1250 | 50 |
| | Chennai | 1300 | 1280 | 20 |
| | Delhi | 1275 | 1275 | Unch |
| | Hyderabad * | 1300 | 1300 | Unch |



| | | | | |
|--|------------------------------------|------|--------|------|
| | Mumbai | 1325 | 1340 | -15 |
| | Gondal | 1275 | 1250 | 25 |
| | Jamnagar | 1275 | 1250 | 25 |
| | | | | |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil) | 1027 | 1022 | 5 |
| | Jaipur (Kacchi Ghani Oil) | 1055 | 1050 | 5 |
| | Kota (Expeller Oil) | 990 | 980 | 10 |
| | Kota (Kacchi Ghani Oil) | 1035 | 1035 | Unch |
| | Neewai (Expeller Oil) | 1015 | 1015 | Unch |
| | Neewai (Kacchi Ghani Oil) | 1025 | 1025 | Unch |
| | Bharatpur (Kacchi Ghani Oil) | 1050 | 1040 | 10 |
| | Sri-Ganga Nagar(Exp Oil) | 985 | 985 | Unch |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 1025 | 1025 | Unch |
| | Mumbai (Expeller Oil) | 990 | 990 | Unch |
| | Kolkata(Expeller Oil) | 1120 | 1120 | Unch |
| | New Delhi (Expeller Oil) | 1000 | 995 | 5 |
| | Hapur (Expeller Oil) | 1010 | 1010 | Unch |
| | Hapur (Kacchi Ghani Oil) | 1040 | 1040 | Unch |
| | Agra (Kacchi Ghani Oil) | 1055 | 1045 | 10 |
| | | | | |
| Refined Cottonseed Oil | Rajkot | 860 | 845 | 15 |
| | Hyderabad | 815 | 805 | 10 |
| | Mumbai | 845 | 835 | 10 |
| | New Delhi | 810 | 810 | Unch |
| | | | | |
| Coconut Oil | Kangayan (Crude) | 1435 | 1435 | Unch |
| | Cochin | 1510 | 1530 | -20 |
| | | | | |
| Sesame Oil | New Delhi | 1450 | 1450 | Unch |
| | Mumbai | - | - | - |
| Kardi | Mumbai | - | - | - |
| Rice Bran Oil (40%) | New Delhi | 745 | 745 | Unch |
| Rice Bran Oil (4%) | Punjab | 770 | 750 | 20 |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 675 | 663 | 12 |
| | CNF India | 703 | 685 | 18 |
| Indonesia CPO USD/MT | FOB | 658 | 640 | 18 |
| | CNF India | 693 | 675 | 18 |
| RBD Palm oil (Malaysia Origin USD/MT) | FOB | 670 | Closed | - |
| RBD Palm Stearin (Malaysia Origin USD/MT) | FOB | 650 | Closed | - |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB | 775 | Closed | - |

| | | | | |
|--|-----------|------------------|------------------|---------------|
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB | 565 | Closed | - |
| Crude palm Kernel Oil India (USD/MT) | CNF India | - | Closed | - |
| Ukraine Origin CSFO USD/MT Kandla | CIF | 845 | 850 | -5 |
| Rapeseed Oil Rotterdam Euro/MT | FOB | 790 | Closed | - |
| | | | | |
| Argentina FOB (\$/MT) | | 18-Jul-20 | 17-Jul-20 | Change |
| Crude Soybean Oil Ship | | Closed | 724 | - |
| Refined Soy Oil (Bulk) Ship | | Closed | 749 | - |
| Sunflower Oil Ship | | Closed | 760 | - |
| Cottonseed Oil Ship | | Closed | 704 | - |
| Refined Linseed Oil (Bulk) Ship | | Closed | - | - |
| * 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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