

Domestic Fundamentals:

- Edible oil complex featured mostly weak trend at various markets centers on Thursday.
- Soy oil refined domestic prices was showed sideways trend at most of the locations. Demand of soy oil is moderate at the moment. Degum prices were flat despite lower CNF markets. Indore prices was flat today. Soy oil prices were flat despite lower international benchmarks. Import disparity and refining disparity fell on fall in CNF prices. Higher CBOT soy oil will supported Indian soy oil. Projections trading lower today. CBOT continued its trend today for third day in a row. Prices of soybean rose due to firm demand of soybean by China and rise in crude oil prices. However, rising US-China dispute over US asking China to closed its consulate in Houston in 72 hours lead to cap soy oil prices. Good soybean crop condition in US as reported by USDA in its weekly crop report showed improved crop condition capped soy oil international prices. Prices were also supported by higher palm oil prices.
- CPO domestic prices rose at Kandla while it remained stable at India east coast. CNF prices fell today. Palmolein prices were unchanged at most locations in India. Import parity due to rise in high seas prices compared CNF prices of CPO. Refining margins of palm oil increased. Higher BMD palm oil supported India CNF. 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. Production is expected to fall due to flooding in Malaysia and Indonesia and labor shortage in Malaysia is expected to lower production. MPOA projected palm oil production to fall 9% in 20 days of July. 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.
- Sunflower oil traded higher at Chennai and India East coast while prices were unchanged at India west coast. Import disparity refining margins disparity increased. More rise in domestic prices of sunflower can be seen in coming days.
- Mustard oil traded sideways due to slowing demand. Demand slowed due to weak demand from East and North East India. However, prices are not expected to moderate as competing oil is trading higher and demand may moderate as prices have surged and mustard oil is trading at high premium over soy, palm and sunflower oil.
- 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, firm soybean demand from China and rise in crude oil prices. However, better crop condition of soybean in US may cap gains. However, US-China tensions may spillover to US-China trade settlement as US closed Chinese Embassy in one US city.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's July 1-20 palm oil exports fell 10.5 percent to 1,089,021 tons compared 1,217,356 tons in corresponding last month. Top buyers were China at 258,131 tons (295,649 tons), India at 232,790 tons (115,250 tons), European Union 207,061 tons (277,545 tons), Pakistan at 55,002 tons (78,500 tons) and United States at 51,405 tons (52,700 tons). Values in brackets are figures of corresponding period last month.
- In the weekly USDA crop progress report released on 20 July 2020; The US Soybean is blooming 64% up from 35% same period last year and 57% from 5 year average. Soybeans setting pods at 25% up from 6% same period last year and 21% from 5 year average. About 54% of the crop is under good condition, 15% at excellent condition and 24% at fair condition.

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	1.90	850.00	852.50	847.30	851.60	6,910	-6275	25085	295
Sep-20	1.30	854.00	856.20	850.70	855.50	4,005	-1145	12735	1465
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-20	Sep-20
Spot	-1.60	
Aug-20		3.90
Sep-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-20	3.60	731.10	735.80	728.60	733.70	640	-793	2448	-30
Aug-20	4.00	723.00	729.00	721.00	726.50	1309	-460	3523	-43

Spread	July-20	Aug-20
Spot	6.3	
July-20		-7.2
Aug-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.13	29.93	30.2	29.62	30.06
Aug	0.12	30.06	30.33	29.75	30.19
Sep	0.12	30.21	30.47	29.9	30.33
Oct	0.13	30.52	30.81	30.2	30.65
Dec	0.12	30.76	30.92	30.51	30.86

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Aug	55	2750	2800	2735	2800
Sep	59	2710	2761	2676	2761
Oct	52	2666	2710	2630	2708
Nov	45	2642	2667	2595	2666

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
23/07/2020	7.00	14599	4.256	71.76	74.57	5.12	94.93	41.73

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		23-Jul-20	22-Jul-20	
Refined Soybean Oil	Indore	850	850	Unch
	Indore (Soy Solvent Crude)	817	817	Unch
	Mumbai	855	837	18
	Mumbai (Soy Degum)	810	810	Unch
	Kandla/Mundra	845	845	Unch
	Kandla/Mundra (Soy Degum)	807	807	Unch
	Kolkata	850	850	Unch
	Delhi	880	880	Unch
	Nagpur	915	921	-6
	Rajkot	835	840	-5

	Kota	850	850	Unch
	Hyderabad	NA	NA	-
	Akola	852	856	-4
	Amrawati	854	860	-6
	Bundi	855	855	Unch
	Jalna	925	931	-6
	Solapur	905	911	-6
	Dhule	925	931	-6
Palm Oil*	Kandla (Crude Palm Oil)	777	772	5
	Kandla (RBD Palm oil)	830	830	Unch
	Kandla RBD Pamolein	851	851	Unch
	Kakinada (Crude Palm Oil)	735	735	Unch
	Kakinada RBD Pamolein	830	830	Unch
	Haldia Pamolein	851	851	Unch
	Chennai RBD Pamolein	856	845	11
	Chennai RBD Pamolein (Vitamin A&D Fortified)	-	-	-
	KPT (krishna patnam) Pamolein	845	840	5
	Mumbai RBD Pamolein	866	866	Unch
	Mangalore RBD Pamolein	866	866	Unch
	Tuticorin (RBD Palmolein)	853	856	-3
	Delhi	870	870	Unch
	Rajkot	845	845	Unch
	Hyderabad	775	805	-30
	PFAD (Kandla)	473	473	Unch
	Refined Palm Stearin (Kandla)	735	735	Unch
	Superolien (Kandla)	872	872	Unch
	Superolien (Mumbai)	882	882	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	940	930	10
	Mumbai	950	950	Unch
	Mumbai (Expeller Oil)	900	900	Unch
	Kandla (Ref.)	940	940	Unch
	Hyderabad (Ref)	945	940	5
	Latur (Expeller Oil)	885	885	Unch
	Chellakere (Expeller Oil)	895	895	Unch
	Erode (Expeller Oil)	975	970	5
Groundnut Oil	Rajkot	1275	1300	-25
	Chennai	1250	1300	-50
	Delhi	1300	1310	-10
	Hyderabad *	1300	1300	Unch

	Mumbai	1310	1310	Unch
	Gondal	1275	1275	Unch
	Jamnagar	1275	1275	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1027	1027	Unch
	Jaipur (Kacchi Ghani Oil)	1055	1055	Unch
	Kota (Expeller Oil)	990	990	Unch
	Kota (Kacchi Ghani Oil)	1045	1045	Unch
	Neewai (Expeller Oil)	1015	1015	Unch
	Neewai (Kacchi Ghani Oil)	1025	1025	Unch
	Bharatpur (Kacchi Ghani Oil)	1040	1040	Unch
	Sri-Ganga Nagar(Exp Oil)	985	985	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1025	1025	Unch
	Mumbai (Expeller Oil)	1000	980	20
	Kolkata(Expeller Oil)	1120	1120	Unch
	New Delhi (Expeller Oil)	1000	1000	Unch
	Hapur (Expeller Oil)	1010	1010	Unch
	Hapur (Kacchi Ghani Oil)	1040	1040	Unch
	Agra (Kacchi Ghani Oil)	1045	1045	Unch
Refined Cottonseed Oil	Rajkot	850	860	-10
	Hyderabad	810	815	-5
	Mumbai	850	865	-15
	New Delhi	805	805	Unch
Coconut Oil	Kangayan (Crude)	1435	1435	Unch
	Cochin	1520	1530	-10
Sesame Oil	New Delhi	1450	1450	Unch
	Mumbai	-	-	-
Kardi	Mumbai	-	-	-
Rice Bran Oil (40%)	New Delhi	745	745	Unch
Rice Bran Oil (4%)	Punjab	780	760	20
Malaysia Palmolein USD/MT	FOB	685	690	-5
	CNF India	700	705	-5
Indonesia CPO USD/MT	FOB	668	668	Unch
	CNF India	690	695	-5
RBD Palm oil (Malaysia Origin USD/MT)	FOB	680	688	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	650	660	-10
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	775	785	-10



Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	570	573	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	790	-
Ukraine Origin CSFO USD/MT Kandla	CIF	855	855	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	785	780	5
Argentina FOB (\$/MT)		22-Jul-20	21-Jul-20	Change
Crude Soybean Oil Ship		724	724	Unch
Refined Soy Oil (Bulk) Ship		749	749	Unch
Sunflower Oil Ship		770	770	Unch
Cottonseed Oil Ship		704	704	Unch
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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