

**Domestic Fundamentals:**

- Edible oil complex featured firm trend at various markets centers on Tuesday.
- Soy oil refined domestic prices featured firm trend at various locations. Indore traded higher today. Demand of soy oil is moderate. Degum prices rose on higher demand. Soy degum prices were higher on despite firm international benchmarks. Import disparity and refining disparity increased on rise in CNF prices compared to high seas prices. Higher CBOT soy oil will support Indian soy oil. Projections trading higher today. CBOT rose today on higher demand of soybean by China. However, good soybean crop condition in US as reported in weekly crop progress report by USDA will cap gains.
- CPO domestic prices traded higher at Kandla and India East coast. CNF prices were higher today. Palmolein prices traded higher in most locations in India. Import parity returned to disparity and refining margins fell on rise in CNF prices compared to high seas prices of CPO. Higher BMD palm oil will support India CNF. BMD CPO is supported by expectation of lower stocks of palm oil in Malaysia in July due to fall in production of palm oil in Malaysia and rise 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. Export demand of palm oil from Malaysia by India rose while buying China and EU decreased.
- Sunflower oil traded higher at Chennai and India East and West coast. Import disparity and refining margins disparity decreased. Rise in domestic prices of sunflower can be seen in coming days.
- Mustard oil traded sideways despite rise in competing oils and weak stocks position in the market. Demand slowed due to weak demand from East and North East India. However, prices may moderate as demand may slow as prices have surged. Mustard oil is trading at high premium over soy, palm and sunflower oil will cap gains
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's July palm oil exports rose 5.8 percent to 1,716,980 tons compared to 1,622,432 tons last month. Top buyers were India & subcontinent 507,520 tons (349,725 tons), European Union 364,195 tons (420,065 tons) and China at 316,075 tons (365,300 tons). Values in brackets are figures of last month.
- According to Indonesia trade ministry, Indonesia will not charge export duty on crude palm oil for August. Reference prices of August was set at USD 656.89 per ton compared to USD 622.47 per ton last month, below threshold price of USD 750 per ton. Export duty on CPO was brought down to zero ton in April due to fall in threshold price of USD 750 per ton. Indonesia charges export levy of USD 55 per ton on CPO prices above USD 570 per ton.
- The Solvent Extractors' Association of India (SEA) has said India's edible oil exports rose 54 percent to 80,765 tons in the financial year 2019-20, as against 52,490 tons during the previous year 2018-19, on a sharp increase in shipment of groundnut oil especially to China. In value terms, the edible oil shipments increased 52.36 percent to Rs 955.51 crore, against Rs 627.11 crore in 2018-19. The country exports edible oils in small quantities to meet expatriate demand. Otherwise, edible oil is India's third-biggest import item after crude oil and gold. Of the total exports, groundnut oil shipments more than doubled to 38,225 tons in 2019-20, from 15,532 tons last year. It was mainly exported to China at 33,505 tons. Soybean oil exports rose to 9,822 tons from 4,245 tons, while that of coconut oil exports to 7,870 tons from 6,814 tons and sesame oil to 5,618 tons from 4,984 tons in the said period. Soybean oil was mainly exported to Bhutan (5,708 tone), USA (1,140 tone) and Canada (2,193 tone).

**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	2.20	881.00	889.00	876.40	880.20	8,635	5480	15390	-2610
Sep-20	2.80	886.00	894.00	881.50	886.20	14,780	8695	25540	1325
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-20	Sep-20
Spot	-10.20	
Aug-20		6.00
Sep-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-20	6.20	744.40	754.90	742.40	747.00	2193	1099	4630	188
Aug-20	6.60	737.00	749.00	737.00	739.80	654	414	2981	-2

Spread	July-20	Aug-20
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Spot	3.0	
July-20		-7.2
Aug-20		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	UNCH	31.67	31.67	31.67	31.67
Aug	0.22	31.22	31.67	31.08	31.44
Sep	0.21	31.1	31.62	31.01	31.36
Oct	0.2	31.34	31.78	31.14	31.52
Dec	0.18	31.5	31.91	31.31	31.67

-0.12

**Forex:**
**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Aug	40	2866	2909	2866	2890
Sep	42	2794	2871	2794	2832
Oct	38	2736	2808	2733	2769
Nov	31	2697	2759	2694	2720

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
04/08/2020	6.98	14640	4.22	72.45	75.08	5.32	93.61	40.26

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		04-Aug-20	01-Aug-20	
Refined Soybean Oil	Indore	870	865	5
	Indore (Soy Solvent Crude)	830	822	8
	Mumbai	875	860	15
	Mumbai (Soy Degum)	840	825	15
	Kandla/Mundra	875	845	30
	Kandla/Mundra (Soy Degum)	840	822	18
	Kolkata	870	855	15
	Delhi	925	915	10
	Nagpur	939	937	2
	Rajkot	875	860	15
	Kota	855	855	Unch

	Hyderabad	NA	NA	-
	Akola	888	878	10
	Amrawati	887	875	12
	Bundi	860	860	Unch
	Jalna	949	947	2
	Solapur	929	927	2
	Dhule	949	947	2
Palm Oil*	Kandla (Crude Palm Oil)	806	780	26
	Kandla (RBD Palm oil)	840	830	11
	Kandla RBD Pamolein	866	851	16
	Kakinada (Crude Palm Oil)	761	735	26
	Kakinada RBD Pamolein	851	840	11
	Haldia Pamolein	861	851	11
	Chennai RBD Pamolein	861	856	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1090	1090	Unch
	KPT (krishna patnam) Pamolein	861	845	16
	Mumbai RBD Pamolein	887	877	11
	Mangalore RBD Pamolein	882	872	11
	Tuticorin (RBD Palmolein)	879	861	18
	Delhi	905	895	10
	Rajkot	863	856	7
	Hyderabad	830	815	15
	PFAD (Kandla)	536	525	11
	Refined Palm Stearin (Kandla)	761	735	26
	Superolien (Kandla)	882	866	16
	Superolien (Mumbai)	903	877	26
* inclusive of GST				
Refined Sunflower Oil	Chennai	945	940	5
	Mumbai	960	950	10
	Mumbai(Expeller Oil)	915	910	5
	Kandla (Ref.)	970	960	10
	Hyderabad (Ref)	960	945	15
	Latur (Expeller Oil)	890	890	Unch
	Chellakere (Expeller Oil)	900	900	Unch
	Erode (Expeller Oil)	975	975	Unch
Groundnut Oil	Rajkot	1250	1250	Unch
	Chennai	1240	1250	-10
	Delhi	1260	1260	Unch
	Hyderabad *	1320	1300	20
	Mumbai	1270	1280	-10

	Gondal	1250	1250	Unch
	Jamnagar	1250	1250	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1047	1047	Unch
	Jaipur (Kacchi Ghani Oil)	1075	1075	Unch
	Kota (Expeller Oil)	1000	1000	Unch
	Kota (Kacchi Ghani Oil)	1060	1060	Unch
	Neewai (Expeller Oil)	1045	1045	Unch
	Neewai (Kacchi Ghani Oil)	1055	1055	Unch
	Bharatpur (Kacchi Ghani Oil)	1070	1060	10
	Sri-Ganga Nagar(Exp Oil)	1025	1025	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1065	1065	Unch
	Mumbai (Expeller Oil)	1030	1025	5
	Kolkata(Expeller Oil)	1120	1120	Unch
	New Delhi (Expeller Oil)	1035	1050	-15
	Hapur (Expeller Oil)	1010	1010	Unch
	Hapur (Kacchi Ghani Oil)	1040	1040	Unch
	Agra (Kacchi Ghani Oil)	1075	1065	10
Refined Cottonseed Oil	Rajkot	870	860	10
	Hyderabad	830	820	10
	Mumbai	890	870	20
	New Delhi	850	835	15
Coconut Oil	Kangayan (Crude)	1435	1435	Unch
	Cochin	1510	1500	10
Sesame Oil	New Delhi	1450	1470	-20
	Mumbai	-	-	-
Kardi	Mumbai	-	-	-
Rice Bran Oil (40%)	New Delhi	785	775	10
Rice Bran Oil (4%)	Punjab	800	800	Unch
Malaysia Palmolein USD/MT	FOB	708	Closed	-
	CNF India	735	705	30
Indonesia CPO USD/MT	FOB	690	Closed	-
	CNF India	725	695	30
RBD Palm oil (Malaysia Origin USD/MT)	FOB	715	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	690	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	800	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	603	Closed	-



Crude palm Kernel Oil India (USD/MT)	CNF India	NA	770	-
Ukraine Origin CSFO USD/MT Kandla	CIF	880	870	10
Rapeseed Oil Rotterdam Euro/MT	FOB	800	Closed	-
Argentina FOB (\$/MT)		1-Aug-20	31-Jul-20	Change
Crude Soybean Oil Ship		Closed	771	-
Refined Soy Oil (Bulk) Ship		Closed	798	-
Sunflower Oil Ship		Closed	780	-
Cottonseed Oil Ship		Closed	751	-
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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