

Domestic Fundamentals:

- Edible oil complex featured mostly weak trend at various markets centers on Wednesday.
- Soy oil refined domestic prices featured mixed trend at various locations. Indore traded higher today. Demand of soy oil is moderate. Degum prices sideways on higher demand. Soy degum prices traded sideways despite weak international benchmarks. Import disparity and refining disparity decreased on fall in CNF prices compared to high seas prices. Higher CBOT soy oil will support Indian soy oil. Projections trading lower today. CBOT fell today on better than expected to soybean crop condition in US Midwest. However, higher demand of soybean by China limit losses. Firm crude oil is expected to support soy oil prices.
- In the weekly USDA crop progress report released on 03 August 2020; The US Soybean is blooming 85% up from 68% same period last year and 82% from 5 year average. Soybeans setting pods at 59% up from 32% same period last year and 54% from 5 year average. About 58% of the crop is under good condition, 15% at excellent condition and 22% at fair condition.
- CPO domestic prices traded lower at Kandla while it was unchanged at India East coast. CNF prices were unchanged today. Palmolein prices traded sideways in most locations in India. Import disparity rose and refining margins rose on fall 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 sideways at Chennai and India East and West coast. Import disparity decreased while refining margins disparity rose. Rise in domestic prices of sunflower can be seen in coming days.
- Mustard oil traded sideways on weak demand against weak stocks position in the market. Demand slowed due to weak demand from East and North East India. 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.
- 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 | -4.60 | 877.30 | 877.30 | 868.00 | 873.00 | 7,610 | -1025 | 13795 | -1595 |
| Sep-20 | -4.30 | 880.50 | 881.20 | 871.50 | 878.20 | 13,830 | -950 | 27675 | 2135 |

Prices & Vol-OI are at 5:30 PM

| Spread | Aug-20 | Sep-20 |
|--------|--------|--------|
| Spot | 17.00 | |
| Aug-20 | | 5.20 |
| Sep-20 | | |

MCX CPO Futures

| Contract | +/- | Open | High | Low | Close | Volume | Volume Change | OI | OI Change |
|----------|-------|--------|--------|--------|--------|--------|---------------|------|-----------|
| July-20 | -5.40 | 741.90 | 741.90 | 734.10 | 738.00 | 1786 | -407 | 4498 | -132 |
| Aug-20 | -4.50 | 735.60 | 735.60 | 728.90 | 733.00 | 430 | -224 | 3036 | 55 |

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

| | | |
|---------|------|----|
| Spot | 15.0 | |
| July-20 | | -5 |
| Aug-20 | | |

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

| Contract | +/- | Open | High | Low | Close |
|----------|-------|-------|-------|-------|-------|
| Jul | -0.09 | 31.1 | 31.2 | 30.81 | 30.96 |
| Aug | -0.03 | 30.98 | 31.05 | 30.68 | 30.87 |
| Sep | -0.02 | 31.17 | 31.21 | 30.81 | 31.03 |
| Oct | -0.02 | 31.28 | 31.34 | 30.99 | 31.19 |
| Dec | -0.01 | 31.36 | 31.44 | 31.08 | 31.29 |

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| Aug | -42 | 2891 | 2891 | 2850 | 2850 |
| Sep | -57 | 2801 | 2829 | 2767 | 2775 |
| Oct | -53 | 2740 | 2769 | 2707 | 2715 |
| Nov | -44 | 2693 | 2723 | 2669 | 2677 |

| Date/Currency | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|---------------|--------------|-------------------|-------------------|----------------|--------------|----------------|--------------|---------------------------|
| 05/08/2020 | 6.94 | 14547 | 4.195 | 72.51 | 74.82 | 5.26 | 92.82 | 43.16 |

Edible Oil Prices at Key Market:

| Commodity | Centre | Prices(Per 10 Kg) | | Change |
|---------------------|----------------------------|-------------------|-----------|--------|
| | | 05-Aug-20 | 04-Aug-20 | |
| Refined Soybean Oil | Indore | 890 | 870 | 20 |
| | Indore (Soy Solvent Crude) | 845 | 830 | 15 |
| | Mumbai | 875 | 875 | Unch |
| | Mumbai (Soy Degum) | 840 | 840 | Unch |
| | Kandla/Mundra | 870 | 875 | -5 |
| | Kandla/Mundra (Soy Degum) | 840 | 840 | Unch |
| | Kolkata | 870 | 870 | Unch |
| | Delhi | 907 | 925 | -18 |
| | Nagpur | 890 | 939 | -49 |
| | Rajkot | 875 | 875 | Unch |
| | Kota | 870 | 855 | 15 |

| | | | | |
|-----------------------|--|------|------|------|
| | Hyderabad | NA | NA | - |
| | Akola | 885 | 888 | -3 |
| | Amrawati | 887 | 887 | Unch |
| | Bundi | 875 | 860 | 15 |
| | Jalna | 893 | 949 | -56 |
| | Solapur | 880 | 929 | -49 |
| | Dhule | 880 | 949 | -69 |
| | | | | |
| Palm Oil* | Kandla (Crude Palm Oil) | 791 | 806 | -16 |
| | Kandla (RBD Palm oil) | 840 | 840 | Unch |
| | Kandla RBD Pamolein | 866 | 866 | Unch |
| | Kakinada (Crude Palm Oil) | 761 | 761 | Unch |
| | Kakinada RBD Pamolein | 851 | 851 | Unch |
| | Haldia Pamolein | 861 | 861 | Unch |
| | Chennai RBD Pamolein | 861 | 861 | Unch |
| | Chennai RBD Pamolein (Vitamin A&D Fortified) | 1090 | 1090 | Unch |
| | KPT (krishna patnam) Pamolein | 861 | 861 | Unch |
| | Mumbai RBD Pamolein | 887 | 887 | Unch |
| | Mangalore RBD Pamolein | 882 | 882 | Unch |
| | Tuticorin (RBD Palmolein) | 879 | 879 | Unch |
| | Delhi | 896 | 905 | -9 |
| | Rajkot | 863 | 863 | Unch |
| | Hyderabad | 830 | 830 | Unch |
| | PFAD (Kandla) | 536 | 536 | Unch |
| | Refined Palm Stearin (Kandla) | 761 | 761 | Unch |
| | Superolien (Kandla) | 882 | 882 | Unch |
| | Superolien (Mumbai) | 903 | 903 | Unch |
| * inclusive of GST | | | | |
| Refined Sunflower Oil | Chennai | 945 | 945 | Unch |
| | Mumbai | 960 | 960 | Unch |
| | Mumbai(Expeller Oil) | 920 | 915 | 5 |
| | Kandla (Ref.) | 970 | 970 | Unch |
| | Hyderabad (Ref) | 960 | 960 | Unch |
| | Latur (Expeller Oil) | 895 | 890 | 5 |
| | Chellakere (Expeller Oil) | 905 | 900 | 5 |
| | Erode (Expeller Oil) | 975 | 975 | Unch |
| | | | | |
| Groundnut Oil | Rajkot | 1250 | 1250 | Unch |
| | Chennai | 1240 | 1240 | Unch |
| | Delhi | 1270 | 1260 | 10 |
| | Hyderabad * | 1320 | 1320 | Unch |
| | Mumbai | 1280 | 1270 | 10 |

| | | | | |
|---|------------------------------------|------|------|------|
| | Gondal | 1240 | 1250 | -10 |
| | Jamnagar | 1240 | 1250 | -10 |
| | | | | |
| 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) | 1055 | 1070 | -15 |
| | Sri-Ganga Nagar(Exp Oil) | 1025 | 1025 | Unch |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 1065 | 1065 | Unch |
| | Mumbai (Expeller Oil) | 1040 | 1030 | 10 |
| | Kolkata(Expeller Oil) | 1120 | 1120 | Unch |
| | New Delhi (Expeller Oil) | 1025 | 1035 | -10 |
| | Hapur (Expeller Oil) | 1020 | 1010 | 10 |
| | Hapur (Kacchi Ghani Oil) | 1050 | 1040 | 10 |
| | Agra (Kacchi Ghani Oil) | 1060 | 1075 | -15 |
| | | | | |
| Refined Cottonseed Oil | Rajkot | 870 | 870 | Unch |
| | Hyderabad | 830 | 830 | Unch |
| | Mumbai | 890 | 890 | Unch |
| | New Delhi | 840 | 850 | -10 |
| | | | | |
| Coconut Oil | Kangayan (Crude) | 1435 | 1435 | Unch |
| | Cochin | 1500 | 1510 | -10 |
| | | | | |
| Sesame Oil | New Delhi | 1450 | 1450 | Unch |
| | Mumbai | NA | NA | - |
| Kardi | Mumbai | NA | NA | - |
| Rice Bran Oil (40%) | New Delhi | 760 | 785 | -25 |
| Rice Bran Oil (4%) | Punjab | 820 | 800 | 20 |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 718 | 708 | 10 |
| | CNF India | 735 | 735 | Unch |
| Indonesia CPO USD/MT | FOB | 690 | 690 | Unch |
| | CNF India | 725 | 725 | Unch |
| RBD Palm oil (Malaysia Origin USD/MT) | FOB | 710 | 715 | -5 |
| RBD Palm Stearin (Malaysia Origin USD/MT) | FOB | 698 | 690 | 8 |
| RBD Palm Kernel Oil (Malaysia Origin USD/MT) | FOB | 795 | 800 | -5 |
| Palm Fatty Acid Distillate (Malaysia Origin USD/MT) | FOB | 608 | 603 | 5 |

| | | | | |
|--------------------------------------|-----------|----------|----------|--------|
| Crude palm Kernel Oil India (USD/MT) | CNF India | NA | 810 | - |
| Ukraine Origin CSFO USD/MT Kandla | CIF | 885 | 880 | 5 |
| Rapeseed Oil Rotterdam Euro/MT | FOB | 790 | 800 | -10 |
| | | | | |
| Argentina FOB (\$/MT) | | 4-Aug-20 | 1-Aug-20 | Change |
| Crude Soybean Oil Ship | | 764 | 771 | -7 |
| Refined Soy Oil (Bulk) Ship | | 791 | 798 | -7 |
| Sunflower Oil Ship | | 785 | 780 | 5 |
| Cottonseed Oil Ship | | 744 | 751 | -7 |
| Refined Linseed Oil (Bulk) Ship | | NA | 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).

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2020 Indian Agribusiness Systems Ltd.