

Domestic Fundamentals:

- Edible oil complex featured mixed trend at various markets centers on Monday.
- Soy oil prices showed mixed trend on weak demand. Degum prices traded higher due to higher CNF. Import parity and refining margins worsened. This will slow import demand and underpin prices.
- Palm oil prices rose showed firm trend at Kandla while it was flat at India East coast. Palmolein prices showed sideways trend today. Higher CNF supported prices. Import parity and refining parity worsened.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's Aug 1-15 palm oil exports rose 16.5 percent to 694,402 tons compared to 831,155 tons in the corresponding period last month. Top buyers were China at 180,305 tons (189,410 tons), European Union 146,650 tons (150,565 tons) and India & subcontinent 102,265 tons (178,595 tons). Values in brackets are figures of corresponding period last month.
- Edible oil imports surged in July compared to June as more shipments arrived. Higher imports was due to lower imports of palm oil in 2020, lower stocks of edible oils in ports and pipelines, gradual opening of India, seasonal uptrend of imports, festive season demand and lower stocks of edible oils in India in oil year 2020. Rise in imports was mainly lead by palm oil followed by soy oil. In palm oil imports of CPO surged while RBD palmolein imports were zero due to India restricting refined palm oil imports. CPO imports rose due to positive import parity and positive refining margins. Refiners enjoyed healthy refining margins in last two months supporting demand. Palm oil imports will slow in August due to rise in international prices of palm oil and negative import parity and refining margins in Aug. Imports of sunflower oil fell m-o-m due to higher premium over palm oil and soy oil. Rapeseed oil was again zero in July. This is four consecutive month of zero imports.
- According to Solvent Extractors Association (SEA), India's July edible oil imports rose 12.54 percent y-o-y to 15.17 lakh tons from 13.48 lakh tons in July 2019. Palm oil imports in July rose 1.48 percent y-o-y to 8.25 lakh tons from 8.13 lakh tons in July 2019. CPO imports rose 53.85 percent in July y-o-y to 8.20 lakh tons from 5.33 lakh tons in July 2019. RBD palmolein was zero in July vs. 2.65 lakh tons in July 2019. Soy oil imports rose 51.56 percent in July y-o-y to 4.85 lakh tons from 3.20 lakh tons in July 2019. Sunflower oil imports rose 3.98 percent y-o-y in July to 2.09 lakh tons from 2.01 lakh tons in July 2019. Rapeseed (canola) oil imports in July was zero compared to 0.15 lakh tons imports in July 2019. Rise CPO and soy oil imports led to rise in imports in July.
- According to Solvent Extractors Association (SEA), India's July edible oil stocks at ports and pipelines rose 42.13 percent m-o-m to 15.35 lakh tons from 10.8 lakh tons in June 2020. Stocks of edible oil at ports in July rose to 765,000 tons (CPO 415,000 tons, RBD Palmolein 0 tons, Degummed Soybean Oil 150,000 tons and Crude Sunflower Oil 200,000 ton) and about 770,000 tons in pipelines. (Stocks at ports were 580,000 tons and in pipelines were 500,000 tons in June 2020). India is presently holding 27 days of edible oil requirement on 1st Augsut, 2020 at 15.35 lakh tons compared to 17 days of requirements of 10.80 lakh tons on 1st July, 2020. India held 19.95 lakh tons of stocks in ports and pipelines on 1st Aug 2019. India's monthly edible oil requirement is 19.0 lakh tons.
- In the weekly USDA crop progress report released on 9 August 2020; The US Soybean is blooming 92% up from 79% same period last year and 89% from 5 year average. Soybeans setting pods at 75% up from 49% same period last year and 68% from 5 year average. About 74% of the crop is under good to excellent condition, compared to 54% in corresponding period last year.

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	2.00	872.00	874.40	868.80	870.40	8,595	-1705	29725	65
Sep-20	7.00	873.00	877.60	871.40	875.00	1,805	-60	6740	1105
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-20	Sep-20
Spot	-5.40	
Aug-20		4.60
Sep-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-20	8.70	749.10	758.50	749.10	754.10	1015	-1	3719	104
Aug-20	6.80	738.00	743.00	737.80	740.50	970	280	3449	-44

Spread	July-20	Aug-20
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Spot	5.9	
July-20		-13.6
Aug-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep	0.36	31.11	31.58	31.1	31.42
Oct	0.40	31.07	31.5	31.03	31.37
Dec	0.45	31.15	31.67	31.14	31.54
Jan	0.38	31.32	31.78	31.32	31.62
Mar	0.43	31.31	31.85	31.31	31.74

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep	18	2800	2800	2773	2775
Oct	26	2745	2746	2707	2712
Nov	31	2705	2709	2677	2678
Dec	38	2674	2682	2654	2658

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
17/08/2020	6.94	14795	4.193	73.09	74.83	5.42	93.01	41.92

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		17-Aug-20	14-Aug-20	
Refined Soybean Oil	Indore	865	865	Unch
	Indore (Soy Solvent Crude)	825	825	Unch
	Mumbai	860	870	-10
	Mumbai (Soy Degum)	825	820	5
	Kandla/Mundra	870	870	Unch
	Kandla/Mundra (Soy Degum)	825	820	5
	Kolkata	860	860	Unch
	Delhi	900	895	5
	Nagpur	881	884	-3
	Rajkot	875	Closed	-
	Kota	870	880	-10



	Hyderabad	-	-	-
	Akola	878	880	-2
	Amrawati	877	880	-3
	Bundi	875	885	-10
	Jalna	884	887	-3
	Solapur	870	873	-3
	Dhule	867	870	-3
Palm Oil*	Kandla (Crude Palm Oil)	798	780	18
	Kandla (RBD Palm oil)	840	840	Unch
	Kandla RBD Pamolein	861	861	Unch
	Kakinada (Crude Palm Oil)	751	751	Unch
	Kakinada RBD Pamolein	851	851	Unch
	Haldia Pamolein	866	866	Unch
	Chennai RBD Pamolein	872	872	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1070	1070	Unch
	KPT (krishna patnam) Pamolein	861	861	Unch
	Mumbai RBD Pamolein	882	882	Unch
	Mangalore RBD Pamolein	877	877	Unch
	Tuticorin (RBD Palmolein)	-	-	-
	Delhi	895	880	15
	Rajkot	866	-	-
	Hyderabad	840	830	10
	PFAD (Kandla)	520	520	Unch
	Refined Palm Stearin (Kandla)	751	751	Unch
	Superolien (Kandla)	882	882	Unch
	Superolien (Mumbai)	903	903	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	945	940	5
	Mumbai	960	960	Unch
	Mumbai(Expeller Oil)	925	925	Unch
	Kandla (Ref.)	960	960	Unch
	Hyderabad (Ref)	950	955	-5
	Latur (Expeller Oil)	890	895	-5
	Chellakere (Expeller Oil)	900	905	-5
	Erode (Expeller Oil)	970	970	Unch
Groundnut Oil	Rajkot	1250	Closed	-
	Chennai	1250	1250	Unch
	Delhi	1250	1250	Unch
	Hyderabad *	1350	1350	Unch
	Mumbai	1250	1250	Unch

	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1062	1052	10
	Jaipur (Kacchi Ghani Oil)	1090	1080	10
	Kota (Expeller Oil)	1030	1030	Unch
	Kota (Kacchi Ghani Oil)	1075	1060	15
	Neewai (Expeller Oil)	1055	1050	5
	Neewai (Kacchi Ghani Oil)	1065	1060	5
	Bharatpur (Kacchi Ghani Oil)	1080	1080	Unch
	Sri-Ganga Nagar(Exp Oil)	1040	1030	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1080	1070	10
	Mumbai (Expeller Oil)	1050	1050	Unch
	Kolkata(Expeller Oil)	1130	1130	Unch
	New Delhi (Expeller Oil)	1050	1050	Unch
	Hapur (Expeller Oil)	1020	1020	Unch
	Hapur (Kacchi Ghani Oil)	1050	1050	Unch
	Agra (Kacchi Ghani Oil)	1085	1085	Unch
Refined Cottonseed Oil	Rajkot	870	Closed	-
	Hyderabad	835	825	10
	Mumbai	880	880	Unch
	New Delhi	830	825	5
Coconut Oil	Kangayan (Crude)	1450	1435	15
	Cochin	1530	1490	40
Sesame Oil	New Delhi	1400	1400	Unch
	Mumbai	-	-	-
Kardi	Mumbai	-	-	-
Rice Bran Oil (40%)	New Delhi	775	775	Unch
Rice Bran Oil (4%)	Punjab	860	860	Unch
Malaysia Palmolein USD/MT	FOB	713	725	-12
	CNF India	738	730	8
Indonesia CPO USD/MT	FOB	703	707	-4
	CNF India	728	720	8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	710	718	-8
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	703	700	3
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	790	780	10



Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	615	5
Crude palm Kernel Oil India (USD/MT)	CNF India	-	830	-
Ukraine Origin CSFO USD/MT Kandla	CIF	860	870	-10
Rapeseed Oil Rotterdam Euro/MT	FOB	780	775	5
Argentina FOB (\$/MT)		14-Aug-20	13-Aug-20	Change
Crude Soybean Oil Ship		731	734	-3
Refined Soy Oil (Bulk) Ship		757	760	-3
Sunflower Oil Ship		790	790	Unch
Cottonseed Oil Ship		711	714	-3
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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