

Domestic Fundamentals:

- Edible oil complex featured mostly weak trend at various markets centers on Tuesday.
- Soy oil prices showed sideways trend on weak demand. Degum prices traded lower due to lower CNF. Import parity and refining margins worsened. This will slow import demand and underpin prices.
- Palm oil prices rose showed weak trend at Kandla while it firmed at India East coast. Palmolein prices showed sideways trend today. Higher CNF supported prices. Import disparity while refining disparity improved.
- According to National Oilseed Processors Association (NOPA), U.S. July soybean crush rose by 3.31 percent m-o-m to 172.794 million bushels from 167.263 million bushels in June 2020, above market expectation. Crush of soybean in July was higher by 2.80 percent y-o-y compared to July 2019 figure of 168.093 million bushels. Soy oil stocks in U.S. at the end of July fell 8.94 percent m-o-m to 1.619 billion lbs compared to 1.778 billion lbs in end June 2020. Stocks of soy oil in end July was higher by 10.64 percent y-o-y compared to end July 2019, which was reported at 1.467 million lbs. Soy oil stocks was below trade expectation.
- In the weekly USDA crop progress report released on 16 August 2020; The US Soybean is blooming 96% up from 88% same period last year and 94% from 5 year average. Soybeans setting pods at 84% up from 64% same period last year and 79% from 5 year average. About 72% of the crop is under good to excellent condition, compared to 53% in corresponding period last year.
- 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 ast 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.

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	0.00	870.00	874.20	867.60	871.00	9,225	630	29610	-115
Sep-20	-1.20	874.80	878.40	874.00	875.60	2,940	1135	8090	1350
Prices & Vol-OI are at 5:30 PM									

Spread	Aug-20	Sep-20
Spot	-6.00	
Aug-20		4.60
Sep-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-20	3.30	752.50	761.40	751.60	758.20	1275	260	3485	-234
Aug-20	9.10	739.00	753.50	737.10	750.20	1010	40	3485	36

Spread	July-20	Aug-20
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Spot -6.2

July-20 -8

Aug-20

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep	0.13	31.22	31.47	31.16	31.43
Oct	0.22	31.22	31.53	31.18	31.53
Dec	0.22	31.44	31.78	31.38	31.75
Jan	0.23	31.61	31.93	31.55	31.92
Mar	0.22	31.68	32.01	31.62	32

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep	39	2749	2821	2735	2813
Oct	33	2712	2752	2674	2745
Nov	31	2679	2720	2650	2710
Dec	30	2650	2696	2632	2689

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/08/2020	6.92	14833	4.183	73.08	74.66	5.18	92.53	42.63

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		18-Aug-20	17-Aug-20	
Refined Soybean Oil	Indore	865	865	Unch
	Indore (Soy Solvent Crude)	825	825	Unch
	Mumbai	870	860	10
	Mumbai (Soy Degum)	825	825	Unch
	Kandla/Mundra	870	870	Unch
	Kandla/Mundra (Soy Degum)	821	825	-4
	Kolkata	860	860	Unch
	Delhi	900	900	Unch
	Nagpur	881	881	Unch
	Rajkot	845	875	-30
	Kota	870	870	Unch

	Hyderabad	-	-	-
	Akola	878	878	Unch
	Amrawati	877	877	Unch
	Bundi	875	875	Unch
	Jalna	884	884	Unch
	Solapur	870	870	Unch
	Dhule	867	867	Unch
Palm Oil*	Kandla (Crude Palm Oil)	792	798	-6
	Kandla (RBD Palm oil)	840	840	Unch
	Kandla RBD Pamolein	861	861	Unch
	Kakinada (Crude Palm Oil)	761	751	11
	Kakinada RBD Pamolein	851	851	Unch
	Haldia Pamolein	866	866	Unch
	Chennai RBD Pamolein	872	872	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1090	1090	Unch
	KPT (krishna patnam) Pamolein	861	861	Unch
	Mumbai RBD Pamolein	887	882	5
	Mangalore RBD Pamolein	877	877	Unch
	Tuticorin (RBD Palmolein)	882	-	-
	Delhi	895	895	Unch
	Rajkot	853	866	-14
	Hyderabad	836	840	-4
	PFAD (Kandla)	520	520	Unch
	Refined Palm Stearin (Kandla)	761	751	11
	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)	925	925	Unch
	Kandla (Ref.)	960	960	Unch
	Hyderabad (Ref)	948	950	-2
	Latur (Expeller Oil)	890	890	Unch
	Chellakere (Expeller Oil)	900	900	Unch
	Erode (Expeller Oil)	970	970	Unch
Groundnut Oil	Rajkot	1200	1250	-50
	Chennai	1220	1250	-30
	Delhi	1230	1250	-20
	Hyderabad *	1300	1350	-50
	Mumbai	1230	1250	-20



	Gondal	Closed	Closed	-
	Jamnagar	Closed	Closed	-
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1062	1062	Unch
	Jaipur (Kacchi Ghani Oil)	1090	1090	Unch
	Kota (Expeller Oil)	1030	1030	Unch
	Kota (Kacchi Ghani Oil)	1075	1075	Unch
	Neewai (Expeller Oil)	1055	1055	Unch
	Neewai (Kacchi Ghani Oil)	1065	1065	Unch
	Bharatpur (Kacchi Ghani Oil)	1080	1080	Unch
	Sri-Ganga Nagar(Exp Oil)	1040	1040	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1080	1080	Unch
	Mumbai (Expeller Oil)	1050	1050	Unch
	Kolkata(Expeller Oil)	1170	1130	40
	New Delhi (Expeller Oil)	1060	1050	10
	Hapur (Expeller Oil)	1035	1020	15
	Hapur (Kacchi Ghani Oil)	1065	1050	15
	Agra (Kacchi Ghani Oil)	1085	1085	Unch
Refined Cottonseed Oil	Rajkot	865	870	-5
	Hyderabad	835	835	Unch
	Mumbai	885	880	5
	New Delhi	835	830	5
Coconut Oil	Kangayan (Crude)	1450	1450	Unch
	Cochin	1480	1530	-50
Sesame Oil	New Delhi	1450	1400	50
	Mumbai	-	-	-
Kardi	Mumbai	-	-	-
Rice Bran Oil (40%)	New Delhi	785	775	10
Rice Bran Oil (4%)	Punjab	860	760	100
Malaysia Palmolein USD/MT	FOB	708	713	-5
	CNF India	730	738	-8
Indonesia CPO USD/MT	FOB	693	703	-10
	CNF India	720	728	-8
RBD Palm oil (Malaysia Origin USD/MT)	FOB	705	710	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	703	703	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	790	790	Unch



Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	620	620	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	-	820	-
Ukraine Origin CSFO USD/MT Kandla	CIF	870	860	10
Rapeseed Oil Rotterdam Euro/MT	FOB	777	780	-3
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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