

Domestic Fundamentals:

- Edible oil complex featured firm trend at various markets centers on Thursday.
- Soy oil refined domestic prices featured mostly sideways trend at various locations. Indore prices closed higher today. Demand of soy oil is firm. Degum prices traded sideways despite higher CNF. Import disparity rose while refining disparity fell on rise in refined prices compared to CNF prices. Higher CBOT soy oil supported Indian CNF. Projections trading higher today. CBOT soy oil may rise on lower stocks of soy oil in US as reported by NOPA on higher disappearance despite record crush of soybean, higher use of biodiesel in US and firm demand of soybean from China and rise in crude oil prices. Soybean condition worsened last week due to unfavorable weather condition in US Midwest. Good to excellent crop condition fell sharply due to dry weather and if situations continue crop yield may get lower.
- With no new trade talks focus shifts to China to implement Phase-1 of trade deal. China has not purchased the amount it committed in trade deal. Further, China is expected to stock 2 MMT of soy oil in its strategic reserve supporter soy oil. China is expected to import 40 MMT of soybean from US, according to trade sources. Firm crude oil is expected to support soy oil prices.
- CPO domestic prices traded sideways at Kandla while it rose at India East coast. CNF prices were quoted higher today. Palmolein prices traded higher at various locations in India. Import disparity increased and refining margins fell on rise in CNF prices compared to high seas prices. Import parity and refining margins are expected to improve on coming days on firm demand of palm oil in India. Lower BMD palm oil will underpin India CNF. BMD CPO is expected to be underpinned by lower exports of palm oil from Malaysia and higher production of palm oil in Indonesia., China's stocking soy oil and buying soybean from US will impact palm oil demand and prices. Exports of palm oil to India, China and EU fell in Aug.
- Sunflower oil traded higher at Chennai and at India East coast while it closed sideways at India West coast. CNF prices surged today continuing the trend of last four days. Import parity decreased while refining margins disparity rose on rise in CNF prices compared to high seas prices. However, prices will remain supported due to rise in palm and rise in prices of sunflower oil in international markets.
- Rapeseed oil prices rose today on falling stocks of rapeseed oil. Demand is firm due to it being perceived at oil that boosts immunity. Rapeseed arrivals have started falling while demand is firm which is leading to erosion of stocks and has supported prices. Supported from competing oil added the support in prices. Prices are expected to show firm tone in coming days.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's Aug 1-25 palm oil exports fell 16.4 percent to 1,158,013 tons compared to 1,385,186 tons in corresponding period last month. Top buyers were India at 253,080 tons (344,065 tons), China at 229,165 tons (280,131 tons), European Union 223,461 tons (238,761 tons), United States at 40,380 tons (63,205 tons) and Pakistan at 0 tons (55,002 tons). Values in brackets are figures of corresponding period last month.
- In the weekly USDA crop progress report released on 23 August 2020; The US Soybean is setting pods 92% up from 76% same period last year and 87% from 5 year average. Soybeans dropping leaves at 4% up from 2% same period last year and 4% from 5 year average. About 69% 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
Sep-20	-0.70	879.00	881.00	875.80	876.50	6,335	-1835	23470	-1400
Oct-20	0.70	887.00	889.00	884.00	884.50	5,600	665	16480	1430

Prices & Vol-OI are at 5:30 PM

Spread	Sep-20	Oct-20
Spot	-8.50	
Sep-20		8.00
Oct-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-20	3.10	754.10	758.00	752.60	756.60	347	-63	971	-260
Sep-20	1.00	760.00	762.00	757.00	758.00	1145	8	5205	150

Spread
Aug-20
Sep-20
Spot

-3.6

Aug-20

1.4

Sep-20
CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep	0.23	32.27	32.59	32.2	32.47
Oct	0.24	32.37	32.67	32.27	32.54
Dec	0.22	32.6	32.89	32.5	32.75
Jan	0.22	32.71	32.99	32.64	32.86
Mar	0.20	32.8	33.05	32.7	32.93

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep	40	2780	2780	2780	2780
Oct	45	2718	2718	2718	2718
Nov	35	2680	2680	2680	2680
Dec	30	2657	2657	2657	2657

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
27/08/2020	6.89	14672	4.172	73.80	73.91	5.61	93.12	43.13

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		27-Aug-20	26-Aug-20	
Refined Soybean Oil	Indore	868	865	3
	Indore (Soy Solvent Crude)	835	830	5
	Mumbai	870	870	Unch
	Mumbai (Soy Degum)	825	825	Unch
	Kandla/Mundra	860	860	Unch
	Kandla/Mundra (Soy Degum)	825	825	Unch
	Kolkata	860	860	Unch
	Delhi	914	904	10
	Nagpur	887	887	Unch
	Rajkot	860	850	10
	Kota	870	870	Unch

	Hyderabad	-	-	-
	Akola	882	882	Unch
	Amrawati	883	883	Unch
	Bundi	875	875	Unch
	Jalna	890	890	Unch
	Solapur	876	876	Unch
	Dhule	873	873	Unch
Palm Oil*	Kandla (Crude Palm Oil)	791	791	Unch
	Kandla (RBD Palm oil)	840	840	Unch
	Kandla RBD Pamolein	866	861	5
	Kakinada (Crude Palm Oil)	761	756	5
	Kakinada RBD Pamolein	856	851	5
	Haldia Pamolein	872	866	5
	Chennai RBD Pamolein	872	872	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	-	-	-
	KPT (krishna patnam) Pamolein	866	861	5
	Mumbai RBD Pamolein	893	887	5
	Mangalore RBD Pamolein	882	877	5
	Tuticorin (RBD Palmolein)	887	875	13
	Delhi	906	900	6
	Rajkot	861	856	5
	Hyderabad	850	840	10
	PFAD (Kandla)	530	520	11
	Refined Palm Stearin (Kandla)	761	756	5
	Superolien (Kandla)	882	882	Unch
	Superolien (Mumbai)	903	903	Unch
* inclusive of GST				
Refined Sunflower Oil	Chennai	965	955	10
	Mumbai	960	960	Unch
	Mumbai(Expeller Oil)	925	925	Unch
	Kandla (Ref.)	960	960	Unch
	Hyderabad (Ref)	975	955	20
	Latur (Expeller Oil)	895	890	5
	Chellakere (Expeller Oil)	905	900	5
	Erode (Expeller Oil)	1000	975	25
Groundnut Oil	Rajkot	1225	1225	Unch
	Chennai	1250	1240	10
	Delhi	1260	1250	10
	Hyderabad *	1200	1250	-50
	Mumbai	1260	1260	Unch

	Gondal	1230	1250	-20
	Jamnagar	1230	1250	-20
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1066	1059	7
	Jaipur (Kacchi Ghani Oil)	1094	1087	7
	Kota (Expeller Oil)	1050	1040	10
	Kota (Kacchi Ghani Oil)	1085	1080	5
	Neewai (Expeller Oil)	1060	1055	5
	Neewai (Kacchi Ghani Oil)	1070	1065	5
	Bharatpur (Kacchi Ghani Oil)	1100	1090	10
	Sri-Ganga Nagar(Exp Oil)	1035	1030	5
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1075	1070	5
	Mumbai (Expeller Oil)	1070	1070	Unch
	Kolkata(Expeller Oil)	1170	1170	Unch
	New Delhi (Expeller Oil)	1070	1060	10
	Hapur (Expeller Oil)	1060	1050	10
	Hapur (Kacchi Ghani Oil)	1090	1080	10
	Agra (Kacchi Ghani Oil)	1105	1095	10
Refined Cottonseed Oil	Rajkot	885	885	Unch
	Hyderabad	840	835	5
	Mumbai	905	905	Unch
	New Delhi	855	850	5
Coconut Oil	Kangayan (Crude)	1635	1635	Unch
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1400	1400	Unch
	Mumbai	-	-	-
Kardi	Mumbai	-	-	-
Rice Bran Oil (40%)	New Delhi	795	790	5
Rice Bran Oil (4%)	Punjab	760	760	Unch
Malaysia Palmolein USD/MT	FOB	705	698	7
	CNF India	720	718	2
Indonesia CPO USD/MT	FOB	693	683	10
	CNF India	710	708	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	705	695	10
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	705	700	5
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	795	795	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	635	630	5



Crude palm Kernel Oil India (USD/MT)	CNF India	-	830	-
Ukraine Origin CSFO USD/MT Kandla	CIF	905	875	30
Rapeseed Oil Rotterdam Euro/MT	FOB	785	780	5
Argentina FOB (\$/MT)		26-Aug-20	25-Aug-20	Change
Crude Soybean Oil Ship		741	732	9
Refined Soy Oil (Bulk) Ship		767	758	9
Sunflower Oil Ship		785	785	Unch
Cottonseed Oil Ship		721	712	9
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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