

Domestic Fundamentals:

- Edible oil complex featured firm trend at various markets centers on Friday.
- Soy oil refined domestic prices featured sharp uptrend at various locations. Indore prices closed sideways today. Demand of soy oil is firm. Degum prices traded higher on higher CNF. Import disparity and refining disparity rose on rise in CNF prices compared to high seas 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. Further, firm export demand of soybean from China supported soybean complex prices.
- According to Indonesia trade ministry, Indonesia will not charge export duty on crude palm oil for September. Reference prices of September was set at USD 738.07 per ton compared to USD 656.89 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.
- CPO domestic prices traded higher at Kandla while it closed sideways 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. Higher BMD palm oil will support India CNF. BMD CPO is expected to be supported by rise in soy oil and sunflower oil prices. Further, there are forecasts of lower production of palm oil in Malaysia in Aug. Further, Indian and Chinese buyers are active in markets supporting prices.
- Sunflower oil traded higher at Chennai and at India East coast and India West coast. CNF prices were unchanged today. Import parity increased while refining margins returned to parity on rise in high seas prices compared to CNF prices. Prices will remain supported due to rise in prices in Ukraine. Dry weather in Ukraine and Russia is expected to lower sunflower crop and support prices. Rise in soy oil prices of has added support.
- 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	3.50	890.80	893.30	884.40	887.50	10,535	4200	22730	-740
Oct-20	5.90	898.20	901.00	893.20	897.00	13,240	7640	20275	3795

Prices & Vol-OI are at 5:30 PM

Spread	Sep-20	Oct-20
Spot	-19.50	
Sep-20		9.50
Oct-20		

MCX CPO Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-20	3.50	890.80	893.30	884.40	887.50	10,535	4200	22730	-740
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Aug-20		9.50
Sep-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Sep	0.41	33.42	33.72	33.39	33.72
Oct	0.36	33.4	33.69	33.35	33.67
Dec	0.35	33.62	33.89	33.52	33.85
Jan	0.34	33.71	33.95	33.6	33.92
Mar	0.34	33.89	34.01	33.67	34

-0.12

Forex:
BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Sep	57	2830	2861	2830	2841
Oct	63	2768	2798	2764	2781
Nov	59	2733	2758	2724	2741
Dec	55	2703	2732	2697	2714

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
28/08/2020	6.86	14617	4.167	73.90	73.28	5.57	92.25	43.02

Edible Oil Prices at Key Market:

Commodity	Centre	Prices(Per 10 Kg)		Change
		28-Aug-20	27-Aug-20	
Refined Soybean Oil	Indore	868	868	Unch
	Indore (Soy Solvent Crude)	835	835	Unch
	Mumbai	870	870	Unch
	Mumbai (Soy Degum)	850	825	25
	Kandla/Mundra	875	860	15
	Kandla/Mundra (Soy Degum)	845	825	20
	Kolkata	880	860	20
	Delhi	922	914	8
	Nagpur	894	887	7
	Rajkot	860	860	Unch
	Kota	870	870	Unch

	Hyderabad	-	-	-
	Akola	891	882	9
	Amrawati	890	883	7
	Bundi	875	875	Unch
	Jalna	897	890	7
	Solapur	883	876	7
	Dhule	880	873	7
Palm Oil*	Kandla (Crude Palm Oil)	804	791	14
	Kandla (RBD Palm oil)	851	840	11
	Kandla RBD Pamolein	877	866	11
	Kakinada (Crude Palm Oil)	761	761	Unch
	Kakinada RBD Pamolein	872	856	16
	Haldia Pamolein	893	872	21
	Chennai RBD Pamolein	887	872	16
	Chennai RBD Pamolein (Vitamin A&D Fortified)	-	-	-
	KPT (krishna patnam) Pamolein	882	866	16
	Mumbai RBD Pamolein	908	893	16
	Mangalore RBD Pamolein	898	882	16
	Tuticorin (RBD Palmolein)	895	887	7
	Delhi	920	906	14
	Rajkot	872	861	11
	Hyderabad	860	850	10
	PFAD (Kandla)	541	530	11
	Refined Palm Stearin (Kandla)	761	761	Unch
	Superolien (Kandla)	903	882	21
	Superolien (Mumbai)	924	903	21
* inclusive of GST				
Refined Sunflower Oil	Chennai	980	965	15
	Mumbai	995	960	35
	Mumbai(Expeller Oil)	960	925	35
	Kandla (Ref.)	990	960	30
	Hyderabad (Ref)	1000	975	25
	Latur (Expeller Oil)	910	895	15
	Chellakere (Expeller Oil)	920	905	15
	Erode (Expeller Oil)	1000	1000	Unch
Groundnut Oil	Rajkot	1225	1225	Unch
	Chennai	1250	1250	Unch
	Delhi	1260	1260	Unch
	Hyderabad *	1200	1200	Unch
	Mumbai	1260	1260	Unch

	Gondal	1230	1230	Unch
	Jamnagar	1230	1230	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1069	1066	3
	Jaipur (Kacchi Ghani Oil)	1097	1094	3
	Kota (Expeller Oil)	1050	1050	Unch
	Kota (Kacchi Ghani Oil)	1085	1085	Unch
	Neewai (Expeller Oil)	1060	1060	Unch
	Neewai (Kacchi Ghani Oil)	1070	1070	Unch
	Bharatpur (Kacchi Ghani Oil)	1100	1100	Unch
	Sri-Ganga Nagar(Exp Oil)	1035	1035	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1075	1075	Unch
	Mumbai (Expeller Oil)	1075	1070	5
	Kolkata(Expeller Oil)	1170	1170	Unch
	New Delhi (Expeller Oil)	1072	1070	2
	Hapur (Expeller Oil)	1060	1060	Unch
	Hapur (Kacchi Ghani Oil)	1090	1090	Unch
	Agra (Kacchi Ghani Oil)	1105	1105	Unch
Refined Cottonseed Oil	Rajkot	885	885	Unch
	Hyderabad	840	840	Unch
	Mumbai	910	905	5
	New Delhi	855	855	Unch
Coconut Oil	Kangayan (Crude)	1600	1635	-35
	Cochin	1520	1530	-10
Sesame Oil	New Delhi	1400	1400	Unch
	Mumbai	-	-	-
Kardi	Mumbai	-	-	-
Rice Bran Oil (40%)	New Delhi	800	795	5
Rice Bran Oil (4%)	Punjab	885	760	125
Malaysia Palmolein USD/MT	FOB	720	705	15
	CNF India	740	720	20
Indonesia CPO USD/MT	FOB	710	693	17
	CNF India	730	710	20
RBD Palm oil (Malaysia Origin USD/MT)	FOB	718	705	13
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	713	705	8
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	805	795	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	640	635	5

Crude palm Kernel Oil India (USD/MT)	CNF India	-	850	-
Ukraine Origin CSFO USD/MT Kandla	CIF	905	905	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	790	785	5
Argentina FOB (\$/MT)		27-Aug-20	26-Aug-20	Change
Crude Soybean Oil Ship		764	741	23
Refined Soy Oil (Bulk) Ship		791	767	24
Sunflower Oil Ship		805	785	20
Cottonseed Oil Ship		744	721	23
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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