

Domestic Fundamentals:

- Edible oil complex featured mixed trend at various markets centers on Tuesday.
- Soy oil refined domestic prices featured mixed trend at various locations. Indore prices closed lower today. Demand of soy oil is down. Degum prices traded lower at Rs 875 per 10Kg at higher CNF indicating low demand. Import disparity and refining disparity increased on rise in high seas prices compared to CNF prices. Higher CBOT may support CNF prices. CBOT Projections were trading higher today. Fall in stocks of soy oil in US, firm demand of soybean by China and lower soybean crop in Argentina will support prices. However, rise in prices of soy oil, better than expected yield of fresh harvest if soybean in US, fall in competing oils and global selloff in commodities cap soy oil prices. Rise in crude oil prices will keep soy oil prices supported.
- CPO domestic prices traded higher at Kandla and at India East coast. CNF prices were quoted higher than previous quotes. Palmolein prices traded higher at various locations in India on slow rise in demand. Import parity returned to disparity while refining margins fell on fall in high seas prices compared to CNF prices. Higher BMD palm oil will support India CNF. BMD CPO is expected to be supported by expectation of higher exports of palm oil from Malaysia in Sep and slow rate of rise of production of palm oil in Malaysia in Sep due to labor shortage despite seasonal uptrend of production. Firm demand from China and India will support prices. However, if markets of palm oil will fall the fall will be limited to the above quoted conditions.
- Arunachal Pradesh had signed MoUs with three companies - Siva Sai, 3F and Ruchi Soya for setting up oil extraction factories and buy back oil palm fruits from farmers under the scheme. While several farmers will be harvesting for the first time this year, the companies are yet to establish the assured infrastructure.
- Sunflower Oil prices traded sideways today. Demand is weakened due to rise in prices. Demand may improve ahead of festival season.
- Rapeseed oil prices showed stable trend at various locations. Demand is expected to be weakened due to rise in its prices. However, it being perceived as oil that boosts immunity may keep demand firm. Rapeseed arrivals fell last week on despite firm demand of rapeseed ahead of festivals. Prices are expected to show firm tone in coming days on fall in stocks of rapeseed oil in Indian markets.
- Soybean supply increased in market ahead of new crop arrival but demand for refined soy oil is down as consumer's demand is slow and future oil prices may lower further.
- USA's soy stocks fell as imports from China increased ahead of new crop harvest. According to US agriculture Department, soybean supplies fell by 858 million bushels during the three months ended Sept 1.
- USA detained palm oil at US border as it has banned products made by FGV Holdings Berhad and its subsidiaries.
- According to cargo surveyor Intertek Testing Services (ITS) Malaysia's Sep palm oil exports rose 7.4 percent to 1,600,981 tonnes from 1,491,422 tonnes shipped during August. Top buyers were European Union 355,026 tons (275,520 tons), India at 430,858 tons (316,210 tons), China at 282,860 tons (333,705 tons). Values in brackets are figures of corresponding period last month.
- In the weekly USDA crop progress report released on 28 September 2020; The US Soybean is dropping leaves at 74% up from 49% in the corresponding period last year and 69% from 5 year average. About 20% soybean crop is harvested up from 6% in corresponding period last year and 15% from 5-year average. About 51% of the crop is under good to excellent condition, same as 51% in last week and 46% in the corresponding period last year.

Outlook: Edible oil basket is expected to feature sideways to firm tone in near term.

MCX CPO Futures									
	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
11-Oct	6.90	772.80	773.80	771.10	772.60	229	0	425	0
11-Nov	9.10	765.50	766.10	759.10	765.50	2432	-455	4617	121

Spread	Sep-20	Oct-20
Spot	1.4	
Oct-20		-7.1
Nov-20		

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Oct	-	-	-	-	-
Dec	0.59	32.66	33.19	32.62	33.15
Jan	0.60	32.72	33.24	32.68	33.21
Mar	0.58	32.79	33.35	32.79	33.29
May	0.56	33.00	33.46	32.96	32.38

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Oct	78	2900	2913	2895	2905
Nov	100	2823	2867	2823	2867
Dec	96	2781	2820	2772	2817
Jan	97	2754	2788	2742	2787

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
6/10/2020	6.79	14,734.33	4.153	76.94	73.13	5.53	93.46	37.01

Edible Oil Prices at Key Market:

Commodity	Centre	Prices (Per 10 Kg)		Change
		06-Oct-20	05-Oct-20	
Refined Soybean Oil	Indore	895	910	-15
	Indore (Soy Solvent Crude)	855	865	-10
	Mumbai	910	905	5
	Mumbai (Soy Degum)	875	865	10
	Kandla/Mundra	900	895	5
	Kandla/Mundra (Soy Degum)	868	870	-2
	Kolkata	905	900	5
	Delhi	955	945	10
	Nagpur	914	924	-10
	Rajkot	905	880	25
	Kota	900	900	Unch
	Hyderabad	NA	NA	-
	Akola	920	925	-5
	Amrawati	917	928	-11
	Bundi	905	905	Unch
	Jalna	918	928	-10
	Solapur	904	914	-10



	Dhule	900	910	-10
	Nanded	902	912	-10
	Latur	890	900	-10
	Argentina Crude Soya (CIF India) USD	857	826	31
	Argentina Crude Soya (FOB)	797	775	22
	Soya Oil(Rot.)(Euro/MT FOB) (1000) GMT	778	763	15
Palm Oil*	Kandla (Crude Palm Oil)	774	769	5
	Kandla (RBD Palm oil)	800	805	-5
	Kandla RBD Pamolein	835	830	5
	Kakinada (Crude Palm Oil)	745	740	5
	Kakinada RBD Pamolein	830	825	5
	Haldia Pamolein	850	850	Unch
	Chennai RBD Pamolein	845	840	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	897	894	3
	Krishnapattanam RBD Pamolein	835	830	5
	Mumbai RBD Pamolein	855	855	Unch
	Mangalore RBD Pamolein	855	850	5
	Tuticorin (RBD Palmolein)	837	837	Unch
	Mumbai (Refined)	825	822	3
	Rajkot (Refined)	825	813	12
	Chennai (Refined)	840	835	5
	Hyderabad (Refined)	845	840	5
	Delhi (Refined)	910	905	5
	PFAD (Kandla)	545	540	5
	RPS (Kandla)	695	705	-10
	Superolien (Kandla)	850	850	Unch
	Superolien (Mumbai)	870	870	Unch
	Kochi (RBD Palmolein)	#VALUE!	855	-
	Krishnapattanam (Crude Palm Oil)	745	740	5
	Mumbai (Crude Palm Oil)	715	745	-30
	Kolkata (Crude Palm Oil)	780	775	5
	Palm Kernel Oil (1000) GMT	775	770	5
Refined Sunflower Oil	Chennai (Refined)	1080	1080	Unch
	Chennai (Crude)	1030	1030	Unch
	Mumbai (Refined)	1135	1150	-15
	Mumbai(Expeller Oil)	1080	1105	-25
	Kandla (Refined)	1160	1180	-20
	Hyderabad (Refined)	1050	1050	Unch
	Hyderabad (Expeller)	1000	1000	Unch



	Latur (Refined)	1070	1120	-50
	Latur (Expeller Oil)	1010	1060	-50
	Chellakere (Expeller Oil)	1020	1070	-50
	Erode (Expeller Oil)	1080	1130	-50
	Kakinada (Refined)	1070	1070	Unch
	Krishna Pattanam (Refined)	1070	1070	Unch
	Delhi (Refined)	1120	1120	Unch
	Sun Oil (Rotterdam)	940	900	40
Groundnut Oil	Rajkot	1210	1210	Unch
	Chennai	1250	1250	Unch
	Delhi	1260	1260	Unch
	Hyderabad *	1250	1250	Unch
	Mumbai	1250	1250	Unch
	Gondal	1220	1220	Unch
	Jamnagar	1225	1225	Unch
	Gujarat GN Telia	1930	1930	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1096	1099	-3
	Jaipur (Kacchi Ghani Oil)	1112	1115	-3
	Kota (Expeller Oil)	1060	1060	Unch
	Kota (Kacchi Ghani Oil)	1120	1130	-10
	Neewai (Expeller Oil)	1080	1090	-10
	Neewai (Kacchi Ghani Oil)	1100	1110	-10
	Bharatpur (Kacchi Ghani Oil)	1130	1130	Unch
	Sri-Ganga Nagar(Exp Oil)	1075	1075	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1095	1100	-5
	Mumbai (Expeller Oil)	1090	1090	Unch
	Kolkata(Expeller Oil)	1200	1200	Unch
	New Delhi (Expeller Oil)	1080	1080	Unch
	Hapur (Expeller Oil)	1090	1090	Unch
	Hapur (Kacchi Ghani Oil)	1120	1120	Unch
	Agra (Kacchi Ghani Oil)	1135	1135	Unch
	Nagpur (Expeller Oil)	1100	1133.3333	-33.333
Refined Cottonseed Oil	Rajkot	890	885	5
	Hyderabad	890	890	Unch
	Mumbai	920	935	-15
	New Delhi	895	905	-10
	Gujarat Cotton Wash	855	885	-30
Coconut Oil	Kangayan (Crude)	1670	1760	-90
	Cochin	1620	1630	-10



	Coconut Oil(Rot.)(Phil/Indo)	1065	1100	-35
Vanaspati Oil	Uttar Pradesh	1240	1240	Unch
	Kolkata	1175	1175	Unch
	Rajkot	1353	1353	Unch
Sesame Oil	New Delhi	1300	1350	-50
	Mumbai	NA	NA	-
Kardi	Mumbai	NA	NA	-
Rice Bran Oil	New Delhi (40%)	810	810	Unch
	Punjab 4%)	865	880	-15
	Bhatinda (Crude 4%)	730	730	Unch
	Bhatinda (Refined 4%)	845	845	Unch
	Hyderabad (Crude)	790	790	Unch
	Hyderabad (Refined)	950	950	Unch
	Kolkata (Crude)	795	795	Unch
	Kolkata (Refined)	865	864	1
	Raipur (Crude)	820	820	Unch
	Raipur (Refined)	905	905	Unch
	Odisha (Refined)	900	900	Unch
	Vijayawada (Refined)	905	905	Unch
Malaysia Palmolein USD/MT	FOB	740	728	12
	CNF India	745	725	20
Indonesia CPO USD/MT	FOB	710	700	10
	CNF India	735	715	20
RBD Palm oil (Malaysia Origin USD/MT)	FOB	738	725	13
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	745	738	7
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	830	820	10
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	683	675	8
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	830	-
Ukraine Origin CSFO USD/MT Kandla	CIF	980	980	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	780	780	Unch
Argentina FOB (\$/MT)		5-Oct-20	2-Oct-20	Change
Crude Soybean Oil Ship		791	776	15
Refined Soy Oil (Bulk) Ship		819	803	16
Sunflower Oil Ship		920	920	Unch

Cottonseed Oil Ship		771	756	15
Refined Linseed Oil (Bulk) Ship		NA	0	-
<i>* indicates including GST</i>				

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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