

# Veg. Oil Weekly Research Report

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### *Executive Summary*

#### *Domestic Veg. Oil Market Summary*

*Edible oil prices featured down trend during this week in domestic market. CBOT soy oil and BMD palm oil prices quoted down trend during the week. Soy oil, Palm oil, Sunflower oil and Coconut oil showed decline in price movements in previous week. While, mustard oil prices saw rising trend and groundnut oil traded sideways.*

*On the currency front, Indian rupee is hovering near 74.71 against 74.18 previous weeks. Rupee expected to depreciate while crude oil prices expected to rise.*

*We expect Palm oil and Soy oil to trade sideways trend on strong fundamentals.*

#### *Outlook:*

*Weekly Call -: In NCDEX, Market participants are advised to go long above 1285 levels for a target of 1300 and 1310 with a stop loss at 1270 on closing basis. We expect Refined soy oil Indore (without GST) is likely to stay in the range of Rs 1280-1360 per 10 Kg.*

*In MCX, Market participants are advised to go long in CPO above 1020 for a target of 1035 and 1045 with a stop loss at 1015 on closing basis. We expect, Crude palm oil (without GST) is likely to stay in the range of Rs 1000-1080 per 10 Kg.*

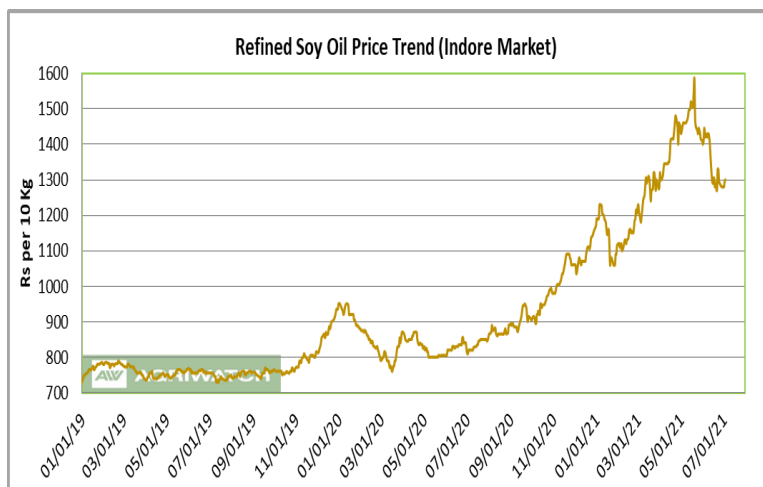
#### *International Veg. Oil Market Summary*

*On the international front, US Soy stock, Biodiesel demand, weather condition in US and rise in crude oil prices will underpin soy oil prices in coming days.*

*Rise in competing oil prices, demand from China and India and rise in production of crude oil are all likely to underpin CPO prices in near term.*

**Soy oil Fundamental Analysis and Outlook:-**  
**Domestic Front**

- Soy oil featured sideways trend in domestic markets for the week in review.
- Custom duty revision in palm oil caused the prices to lower while, rally in CBOT soy oil supported its price.
- Soybean current kharif sowing is down by nearly 35 to 40 LH as there is lack of certified seeds available in market.
- Delay in sowing in various states is due to delay in monsoon, while, area where sowing was started is now affected by slow monsoon and is affecting the germination of crops, may lead to resowing of the crop.
- IMD predicted that rains in MP will be delayed by days thus affecting the sowing progression in MP state.
- Wet weather in US is now correcting the prices on expectation in improving conditions of crop.  
Low water level in Parana River has lower the exports from Brazil and Argentina. The concern deepens as the Brazil faces drought condition and is reluctant to release water like last year.
- According to Solvent Extractors Association (SEA), India's May edible oil imports rose 29.43 percent y-o-y to 12.13 lakh tons from 7.20 lakh tons in May 2020. Palm oil imports in May rose 98.71 percent y-o-y to 7.69 lakh tons from 3.87 lakh tons in May 2020. CPO imports rose 109.72 percent in May y-o-y to 7.55 lakh tons from 3.60 lakh tons in May 2020. RBD palmolein import 0.02 lakh tons in May vs. 0.32 lakh tons in May 2020. Soy oil imports rose 43.54 percent in May y-o-y to 2.67 lakh tons from 1.86 lakh tons in May 2020. Sunflower oil imports rose 31.57 percent y-o-y in May to 1.75 lakh tons from 1.33 lakh tons in May 2020. Rapeseed (canola) oil stood at 0 imports in May same as in May 2020.
- According to Solvent Extractors Association (SEA), India's June edible oil stocks at ports and pipelines rose 8.35 percent m-o-m to 19.60 lakh tons from 18.09 lakh tons in May 2021. Stocks of edible oil at ports in June estimated at 570,000 tons (CPO 285,000 tons, RBD Palmolein 1,000, Degummed Soybean Oil 125,000 tons and Crude Sunflower Oil 160,000) and about 1,390,000 tons in pipelines. (Stocks at ports were 491,000 tons and in pipelines were 1,318,000 tons, in May 2021). India is presently holding 23 days of edible oil requirement on 1st June, 2021 at 18.09 lakh tons compared to 22 days of requirements of 18.09 lakh tons on 1st May 2021. India held 9.45 lakh tons of stocks in ports and pipelines on 1st June 2020. India's monthly edible oil requirement is 26.0 lakh tons.



- Soy oil import scenario – According to SEA, Soy oil imports rose 43.54 percent in May y-o-y to 2.67 lakh tons from 1.86 lakh tons in May 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), soy oil for period of Nov.20- May'21 saw rise in imports to 16.44 lakh tons compared to 15.79 lakh tons in corresponding period last oil year, higher by 4.10 percent compared to corresponding period last oil year.
- Imported crude soy oil CNF at West coast port offered at USD 1206 (USD 1253) per ton for June delivery, Jul delivery quoted at USD 1206 (USD 1242) per ton and Jul delivery quoted at USD 1230 (USD 1254) per ton. Values in brackets are figures of last week. Last month, CNF CDSO May average price was USD 1398.4 (USD 1285.36 per ton in April 2021) per ton. Soy refined (Indore) quoted at Rs 1360 (Rs 1410 last week) per 10 kg.
- On the parity front, margins fell slightly during the week after sideways trend in prices of soy oil in international markets. We expect margins to improve in coming days.

#### International Front

- Soy oil prices are supported by downgrade of crop condition in US due to dry weather. Dry weather in US is concerning at sowing stage of soybean crop and has thus prices rallied. USDA report published sowing figures lower than the trade expected acreage resulted in rally in Soy complex prices.
- CONAB has raised Brazil's 2020/21 soybean crop estimate to 135.54 million tonnes vs 135.131 million tonnes in March forecast and 124.845 million tonnes in 2019/20.
- Brazil's soybean exports is estimated to reach to 16.1 million tonnes in March vs 16.4 million tonnes forecast in previous week – ANEC
- According to the data released by NOPA, US crushed 178 million bushels of soybeans in March21, second consecutive month of reduction also slightly less than expected. The soybean processing was down from 181.4 million bushels in March 2020 but up from 155.2 million bushels in March 2020.

Price Outlook: We expect refined soy oil (without GST) at Indore to stay in the range of Rs 1280-1360 per 10 Kg in the near term.

### Palm oil Fundamental Analysis and Outlook -:

#### Domestic Front

- Crude palm oil (CPO) showed downward trend at its benchmark market at Kandla as it has high discount over competing oils.

Malaysia and Indonesia have entered in high palm producing months and high production had lowered its prices.

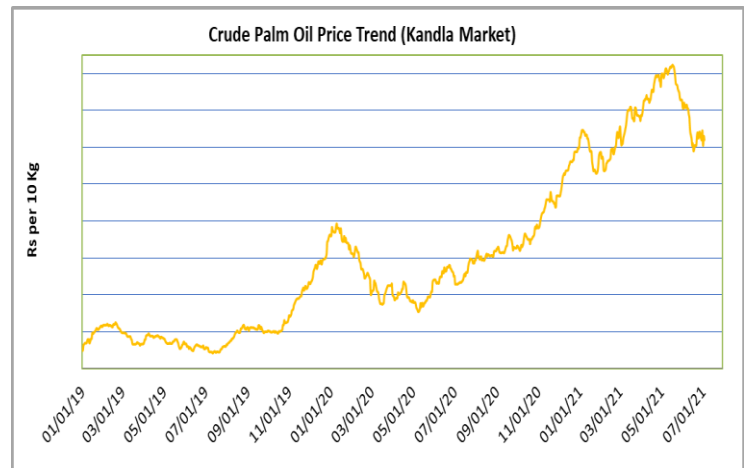
Government of India revised Basic Custom Duty on Crude palm oil from 15 percent to 10 percent and Refined palm oil to 37.5 percent.

The effective duty include Agriculture cess and other charges on crude palm oil will be 30.25 percent, while for refined palm oil the duty stands at 41.25 percent, applicable for three months from 30<sup>th</sup> June 2021 to 30<sup>th</sup> September 2021.

After lowering the custom duty, Government of India lifted ban on import of RBD Palm oil Import under HS Code 151190, moving the item RBD palm oil (15119010), RBD palmolein (15119020) and other Palm oil Products (15119090) from restricted category to Free category. The import of these products is not permitted through ports of Kerala.

Consecutively, India lowered import tariff too. All these steps are directed to lower the price of palm oil to relax consumers from hiked edible oil prices.

- Prices of CPO raised more on high seas and were reflected on CNF markets compared to last week indicating good demand at high seas.
- CDSO CNF premium over CPO CNF and CDSO soy oil high seas over CPO high seas is high, may result in rise in CPO demand and imports. CPO discount over sunflower oil at CNF and domestic markets is high and may increase its demand and imports.
- According to Solvent Extractors Association (SEA), India's May edible oil imports rose 29.43 percent y-o-y to 12.13 lakh tons from 7.20 lakh tons in May 2020. Palm oil imports in May rose 98.71 percent y-o-y to 7.69 lakh tons from 3.87 lakh tons in May 2020. CPO imports rose 109.72 percent in May y-o-y to 7.55 lakh tons from 3.60 lakh tons in May 2020. RBD palmolein import 0.02 lakh tons in May vs. 0.32 lakh tons in May 2020. Soy oil imports rose 43.54 percent in May y-o-y to 2.67 lakh tons from 1.86 lakh tons in May 2020. Sunflower oil imports rose 31.57 percent y-o-y in May to 1.75 lakh tons from 1.33 lakh tons in May 2020. Rapeseed (canola) oil stood at 0 imports in May same as in May 2020.



- According to Solvent Extractors Association (SEA), India's June edible oil stocks at ports and pipelines rose 8.35 percent m-o-m to 19.60 lakh tons from 18.09 lakh tons in May 2021. Stocks of edible oil at ports in June estimated at 570,000 tons (CPO 285,000 tons, RBD Palmolein 1,000, Degummed Soybean Oil 125,000 tons and Crude Sunflower Oil 160,000) and about 1,390,000 tons in pipelines. (Stocks at ports were 491,000 tons and in pipelines were 1,318,000 tons, in May 2021). India is presently holding 23 days of edible oil requirement on 1st June, 2021 at 18.09 lakh tons compared to 22 days of requirements of 18.09 lakh tons on 1st May 2021. India held 9.45 lakh tons of stocks in ports and pipelines on 1st June 2020. India's monthly edible oil requirement is 26.0 lakh tons.
- Palm oil import scenario – According to Solvent Extractors Association (SEA), Palm oil imports in May rose 98.71 percent y-o-y to 7.69 lakh tons from 3.87 lakh tons in May 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), Palm oil for period of Nov.20- May'21 saw rise in imports to 45.61 lakh tons compared to 36.71 lakh tons in corresponding period last oil year, higher by 24.27 percent compared to corresponding period last oil year.
- Crude Palm oil import scenario- According to Solvent Extractors Association (SEA), CPO Imports rose 109.72 percent y-o-y in May 2021 to 7.55 lakh tons from 3.60 lakh tons in May 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), Crude palm oil for period of Nov.20- May'21 saw rise in imports to 44.41 lakh tons compared to 31.88 lakh tons in corresponding period last oil year, higher by 39.30 percent compared to corresponding period last oil year.
- RBD palmolein import scenario- RBD palmolein Imports fell to 0.02 lakh tons in May 2021 compared to 0.32 lakh tons in May 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), soy oil for period of Nov.20- May'21 saw fall in imports to 0.26 lakh tons compared to 4.01 lakh tons in corresponding period last oil year.
- On the trade front, CNF CPO (Indonesian origin) at Indian port is quoted at USD 1100 (USD 1170) per ton for Jun delivery and Jul delivery is quoted at USD 1060 (USD 1132) per ton. Last month, CNF CPO May average price is at 1267.32 per ton (USD 1175.72 per ton in April 2021). Values in brackets are figures of last week. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port, offered at USD 1030 (USD 1100) per ton for Jun delivery and Jul delivery is quoted at USD 1060 (USD 1132) per ton. Last month, CIF RBD palmolein April average price is USD 1212.48 (USD 1164.72 in April 2021) per ton. Values in bracket depict last month quotes. Ready lift CPO duty paid prices quoted at Rs 1094 (Rs 1156 ) per 10 Kg and Jun delivery duty paid is offered at Rs 1099 (Rs 1154 per 10 kg). Ready lift RBD palmolein is quoted at Rs 1215 (Rs 1350) per 10 kg as on Jun 11, 2021. Values in brackets are figures of last week.
- On the parity front, margins rose during this week with up trend in prices of palm oil in India markets.

### International Front

Palm oil prices traded down following decline in rival soy oil. Further, high production of palm in Malaysia and Indonesia and expectation of low demand from India due to lockdown lowered the palm oil prices.

Competing oil prices like soy oil and sunflower oil prices rose last week underpinning palm oil prices. More rise in competing oils prices can be seen in coming weeks.

Palm oil exports in Malaysia is expected to rise due to firm buying by importing countries especially India and China.

- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's June 1-20 palm oil exports fell 0.81 percent to 945,745 tons compared to 953,474 tons last month for same period.
- According to Amspec, Malaysia's June 1-20 palm oil exports fell 1.75 percent to 937,135 tons compared to 953,860 tons last month for same period.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's May Crude palm oil stocks rose 7.15 percent to 8.41 lakh tons compared to 7.85 lakh tons in April 2021. Production of palm oil in May rose 2.84 percent to 15.71 lakh tons compared to 15.28 lakh tons in April 2021. Exports of palm oil in May fell 6.01 percent to 12.65 lakh tons compared to 13.46 lakh tons in April 2021. Imports of palm oil in May fell to 0 tons compared to 8,046 tons in April 2021. End stocks of palm oil rose compared to trade expectation of rise in stocks. Rise in stocks was mainly due to higher production.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's May 1-20 palm oil exports rose 17.14 percent to 953,474 tons compared to 813,946 tons last month for same period.
- According to Amspec, Malaysia's May 1-20 palm oil exports rose 16.19 percent to 953,860 tons compared to 820,946 tons last month for same period.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's April palm oil stocks rose 5.80 percent to 7.85 lakh tons compared to 7.42 lakh tons in March 2021. Production of palm oil in April rose 6.98 percent to 15.22 lakh tons compared to 14.23 lakh tons in March 2021. Exports of palm oil in April rose 12.62 percent to 13.38 lakh tons compared to 11.88 lakh tons in March 2021. Imports of palm oil in April rose 64.13 percent to 8,046 tons compared to 4,903 tons in March 2021. End stocks of palm oil rose compared to trade expectation of rise in stocks. Rise in stocks was mainly due to higher production.
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's April palm oil exports rose 10.1 percent to 1,397,916 tons compared to 1,270,058 tons last month.
- According to cargo surveyor Societe Generale de Surveillance (SGS), Malaysia's April palm oil exports rose 13.4 percent to 1,413,094 tons compared to 1,245,567 tons in March.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's March palm oil stocks rose 10.72 percent to 14.45 lakh tons compared to 13.06 lakh tons in February 2021. Production of palm oil in March rose 28.43 percent to 14.23 lakh tons compared to 11.08 lakh tons in February 2021. Exports of palm oil in March rose 31.83 percent to 11.82 lakh tons compared to 8.96 lakh tons in February 2021. Imports of palm oil in March rose



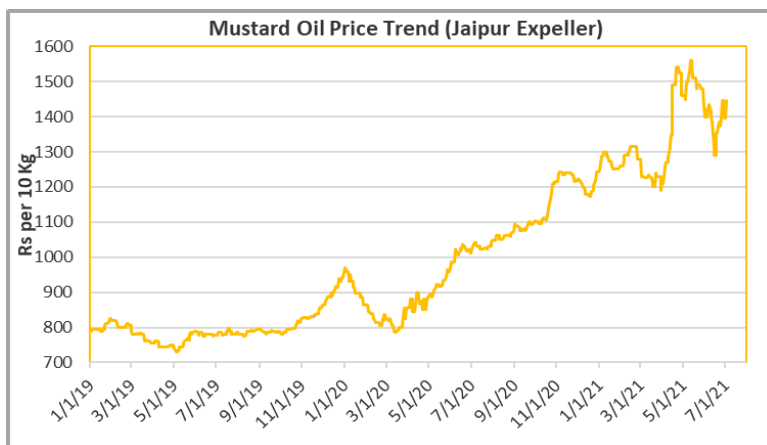
57.26 percent to 1.37 lakh tons compared to 0.87 lakh tons in February 2021. End stocks of palm oil rose compared to trade expectation of rise in stocks. Rise in stocks was mainly due to higher production.

**Price Outlook:** We expect CPO Kandla 5 percent (without GST) to stay in the range of Rs 1000-1080 per 10 Kg in the near term.



### Rapeseed oil Fundamental Review and Analysis- Domestic Front

- Mustard oil prices showed rising trend in benchmark market as ban on blending in mustard oil has supported the price.
- The demand is expected to get firm due to its immunity boosting property.
- The arrivals of mustard seeds in market have fell and over 60 percent mustard seeds have been already crushed.
- Slow arrival of mustard seed will support the market price. Mustard oil is taking cues from Soybean as the delay in monsoon is hampering sowing progress.
- Ban on blending in mustard oil is effective from June 8 and FSSAI has asked states to further check in their respective states to prohibit the same.
- Mustard oil consumption has risen compared to last year due to immunity boosting properties leading to high demand.
- The Government estimation of mustard crop is high at 10.4 MT while the Agriwatch estimate is around 8 MT. The COOIT has estimated mustard production at 8.90 MT.  
Premium of Jaipur kacchi ghani rapeseed oil over refined soy oil in domestic market is at Rs 185 per 10 Kg compared to Rs 155 per 10 Kg last week.  
Jaipur kacchi ghani rapeseed oil premium over RBD palmolein is at Rs 335 per 10 kg compared to Rs 320 per 10 Kg last week. The premium of Mustard oil rose compared to last week on arrival of new crop.
- Rapeseed oil import scenario- India imported 0.00 lakh tons rapeseed (Canola) oil in April 2021 same as in April 2020. In the oil year 2019-20 (Nov 2019-October 2020) imports 0.55 lakh tons compared to 0.59 lakh tons in last oil year, down 6.77 percent y-o-y.
- Currently, RM oil at Jaipur market, (expeller) is offered at Rs 1,455 (Rs 1,455) per 10 Kg, and at Kota market, it is offered at Rs 1,400 (Rs 1,420) per 10 kg as on July 3, 2021. Values in brackets are figures of last week.
- We expect RM seed oil prices to trade up in the coming days.



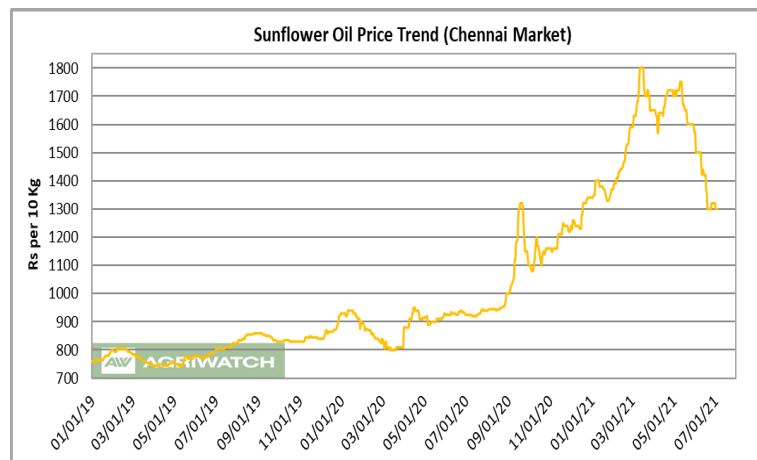
**Price Outlook:** Rapeseed Expeller oil (without GST) prices in Jaipur may stay in the range of Rs 1440-1500 per 10 Kg.

Sunflower oil Fundamental Review and Analysis:-Domestic Front

- Sunflower oil price closed on down trend during the week in review in Chennai following competing oils downtrend.

Sunflower oil prices corrected by Rs. 200 in a month as government takes steps to lower hiked edible oils price.

Sunflower oil premium over competing oils lowered over the previous weeks may support its demand. Similarly, Sunflower oil international markets also corrected after hiked prices.



Sunflower seed acreage may see rise in current year as demand for sun oil is good from domestic consumers.

Ukraine's May month sunflower oil production lowered by 15 percent to 2.94 LT, will support the prices.

Earlier in the year, Ukraine's economy ministry said that sunflower seed production could lower by 8.5% to 14 MT from 15.3 MT due to drought; this will affect the sunflower oil prices in international market as the import demand is increasing.

In domestic market, sunflower oil prices premium over soy oil is at Rs 350 (Rs 350 last week) per 10 kg, At present premium of sunflower oil over soy oil at CNF markets is at USD 337 (USD 337 last week) per ton which indicates that sunflower oil prices is diverging with soy oil at domestic markets and CNF markets and the premium is still high.

High sunflower oil premium over CPO at CNF India is at USD 495 (USD 530 last week) which will affect imports.

In domestic market, refined sunflower oil (Chennai) premium over RBD palmolein (Kandla) is at Rs 435 (Rs 470) per 10 kg which is high will cap sunflower oil in domestic market.

In domestic market, Sunflower oil (Chennai) premium over Groundnut oil at Chennai market is at Rs 125 (Rs 100 last week) per 10 kg will lower sunflower oil prices.

Prices of sunflower oil expected to trade sideways as international prices are also declining.

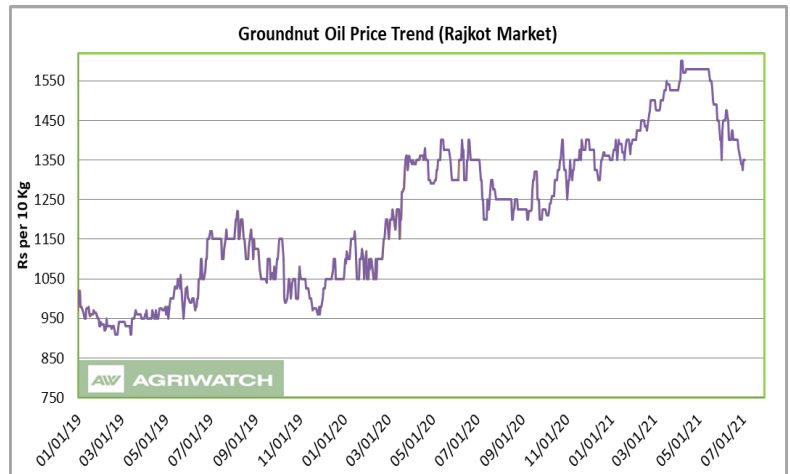
- Sunflower oil imports scenario- According to Solvent Extractors Association (SEA), Sunflower oil imports rose 31.57 percent y-o-y in May 2021 to 1.75 lakh tons from 1.33 lakh tons in May 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), Sun oil for period of Nov.20- May'21 saw fall in imports to 16.44 lakh tons compared to 12.77 lakh tons in corresponding period last oil year, lower 22.32 percent compared to corresponding period last oil year.

- On the trade front, CIF sunflower oil prices (Ukraine origin) at West coast of India quoted at USD 1370 (USD 1480 per ton for Jun delivery and July delivery quoted at USD 1380 (USD 1490) per ton. CNF sun oil (Ukraine origin) May monthly average was at USD 1624.2 per ton compared to USD 1614.2 per ton in April). Prices are likely to stay in the range of USD 1300-1400 per ton in the near term. Values in brackets are figures of last week.
- Currently, refined sunflower oil at Chennai market is Rs 1,300 (Rs 1,320) per 10 Kg, and at Kandla/Mudra market, it is offered higher at Rs 1350 (Rs 1410) per 10 kg as on July 3, 2021. Values in brackets are figures of last week.
- We expect sunflower oil prices to trade sideways in the coming days.

**Price Outlook:** Sunflower oil (without GST) prices in Chennai may stay in the range of Rs 1250-1320 per 10 Kg.

**Groundnut oil Fundamental Review and Analysis:-****Domestic Front**

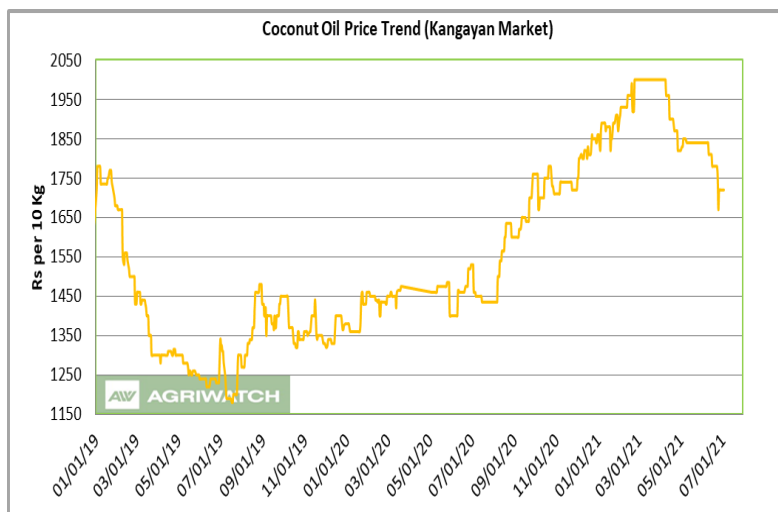
- Groundnut oil market prices showed declining movement in price in various markets on arrival of summer groundnut crop in the market.
- Domestic market demand and export demand is slow for groundnut oil.
- The expectation of rise in Kharif groundnut acreage have lower the oil prices.
- Groundnut oil have premium over sunflower oil and its premium stands at Rs. 50 compared to Rs. 40 last week.
- Groundnut oil exports scenario- India exported 28,327.83 tons Groundnut oil in March 2021 v/s 2,803.08 tons export in March 2020. In the Financial year 2020-21 (April 2020 – March 2021) rose to 241,776.04 tons in Apr-Jan 2020, from 38,432.59 tons in corresponding period last year. It was mainly exported to China at 234,087.20 tons.
- On the price front, currently the groundnut oil prices in Rajkot is Rs 13,500 (Rs 13,600) per quintal and it was Rs 13,400 (Rs 13,600) per quintal in Chennai market on July 3, 2021. Values in brackets are figures of last week.
- Groundnut oil prices are likely to trade sideways in the coming days.

**Price Outlook:**

Groundnut oil (without GST) in Rajkot market is likely to trade in the price band of Rs 1300-1360 per 10 Kg

**Coconut Oil Fundamental Review and Analysis:-**  
**Domestic Front**

- Coconut oil benchmark market of Kangayan showed firm trend as copra prices are stable.
- The prices corrected from Rs.1850 levels following competing oil's prices declined as government have taken steps to control hiked prices of edible oils.
- The inflation in edible oil in May month had lowered the consumer demand and purchasing power capacity, thus, prices have corrected sharply.



Demand of coconut oil in home consumption was affected by high price whereas, currently it is getting back to firm demand.

Demand of coconut oil in Cosmetic Industry are getting back to normal as lockdown restrictions are relaxed in various states.

Millers operating capacity is improving due to improving demand in food and industrial segment and branded segment. Demand of coconut oil is firm, as competing oil prices are rising are competing for shares in market. The demand is firm and prices of branded coconut oils and legal blended coconut oils are also increasing. Big companies are procuring coconuts from Tamil Nadu also where the prices are high.

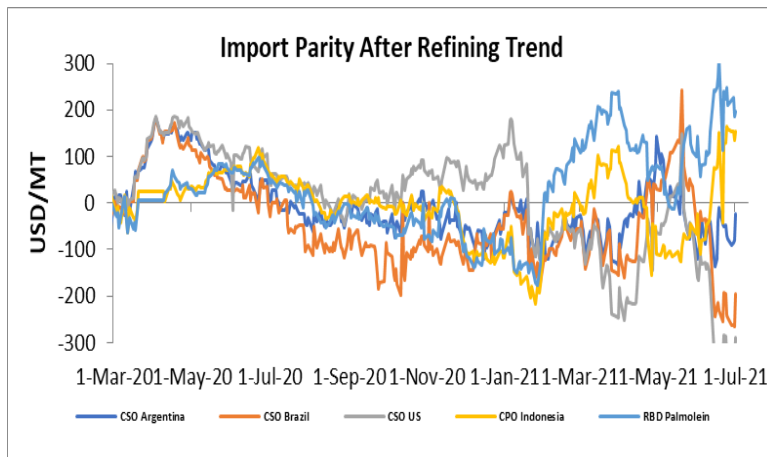
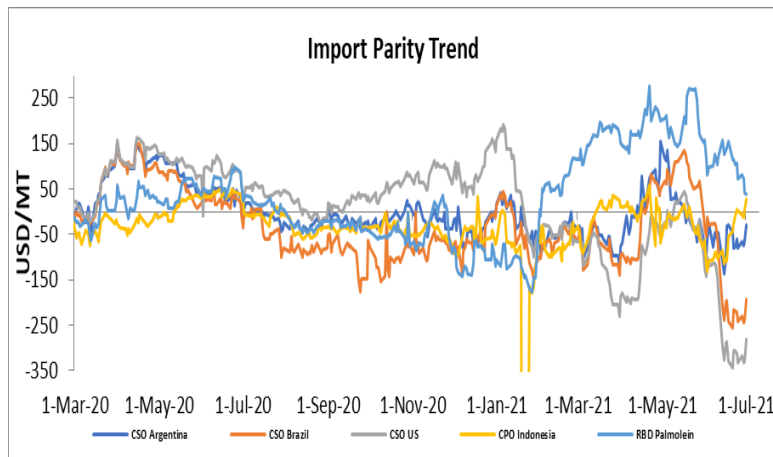
Coconut oil prices are expected to be firm in days ahead.

- Coconut oil exports scenario- India exported 939.58 tons Coconut oil in March 2021 v/s 686.93 tons export in March 2020. In the Financial year 2020-21 (April 2020- March 2021) exports were 12,354.69 tons compared to 8,043.58 tons in last oil year, up by 53.60 percent y-o-y.
- On the price front, currently the coconut oil prices in Kochi is hovering remain at Rs 17,200 (Rs 17,300) per quintal, and was quoted at 17,200 (Rs 17,200) per quintal in Erode market on July 3, 2021.

**Price Outlook:** Coconut oil (without GST) prices in Erode may stay in the range of Rs 1680-1750 per 10 Kg.

### Import Parity Trend

### Import Parity After Refining in US dollar per ton (Weekly Average)

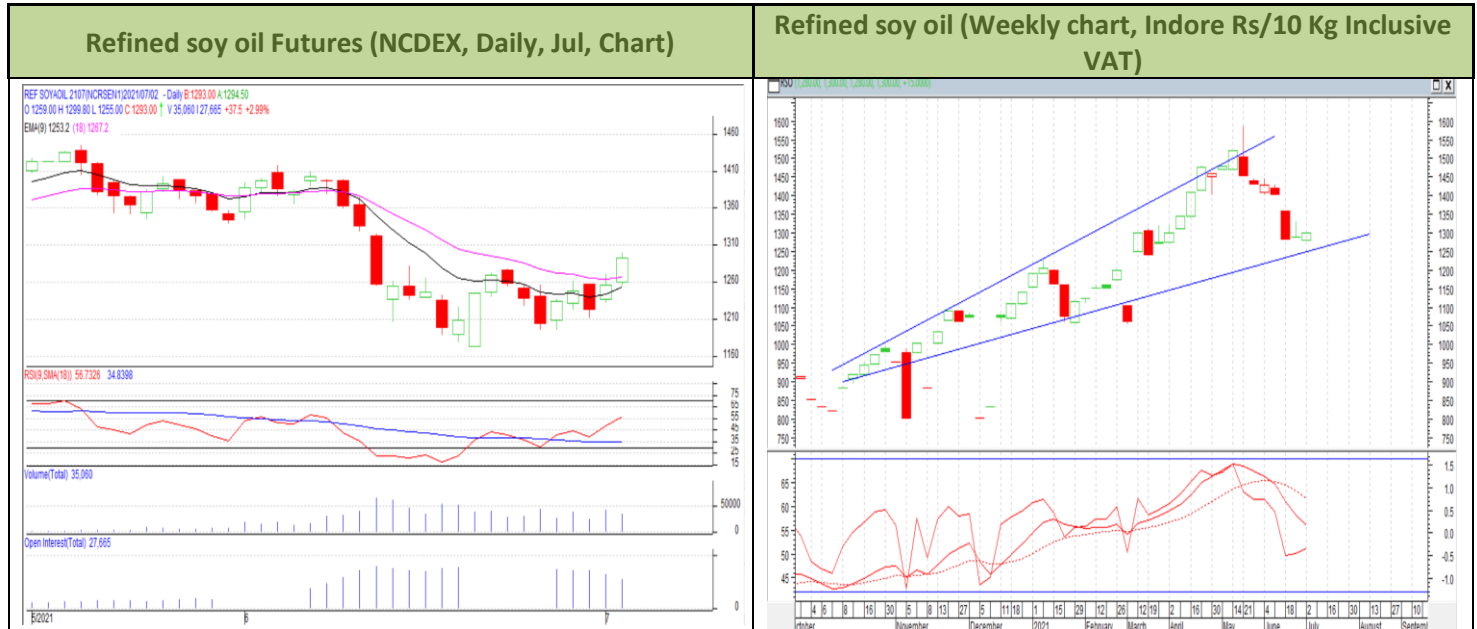


	CSO Argentina	CSO Brazil	CSO US	CPO Indonesia	RBD Palmolein
<b>June 14-June 20, 2021</b>	-86.03	-227.64	-321.15	94.46	262.98
<b>June 21-June 27, 2021</b>	-57.41	-225.96	-318.58	108.32	206.84
<b>June 28-July 4, 2021</b>	-57.13	-233.08	-326.59	166.07	223.78

### Outlook:-

Refining margins disparity is lowered over previous weeks as prices of soy oil in international markets have been firm due to downgrade in crop condition in US. We expect soy oil refining margin to achieve parity in medium term due to expectation of firm prices of soy oil in Indian markets.

Refining margin parity rose for CPO with downwards sentiments in domestic prices. RBD palmolein refining margin parity rose with firm prices in international bench market. We expected CPO to retain parity in medium term.



**Outlook – Refined soybean oil witnessed upward trend during the week in review and is likely to trade sideways with an upward bias in the coming days.**

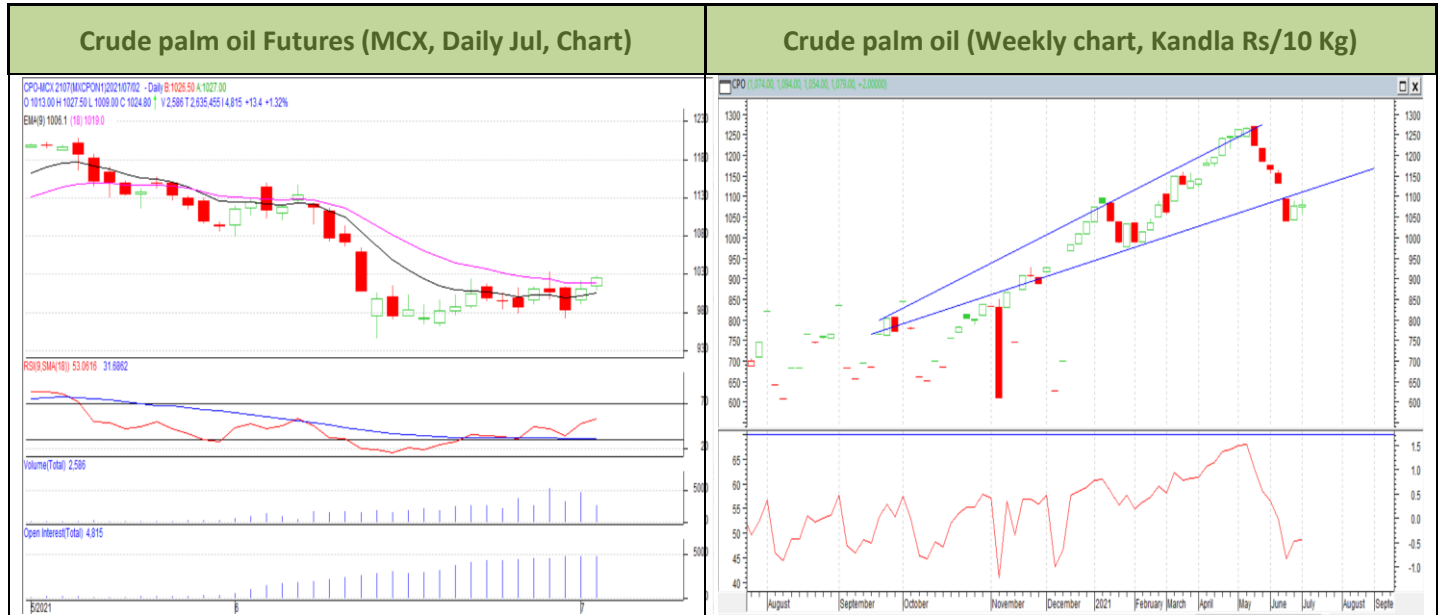
- Daily chart of refined soy oil at NCDEX depicts rising trend during the upcoming week in review. We expect prices to trade sideways with up bias in the near term.
- Prices may hover between 1280-1360 levels.
- Expected price band for next week is 1285-1350 level in near to medium term. RSI and MACD are in neutral zone.

**Strategy:** Market participants are advised to go long in RSO above 1285 for a target of 1300 and 1310 with a stop loss at 1270 on closing basis.

#### RSO NCDEX (Jul)

Support and Resistance				
S2	S1	PCP	R1	R2
1157.23	1224.27	1291.30	1329.07	1366.83

**Spot Market outlook:** Refined soy oil Indore (without GST) is likely to stay in the range of Rs 1280-1360 per 10 Kg.



**Outlook – Kandla Daily CPO spot prices showed sideways trend in prices during the week. We expect that CPO Jul contract to trade sideways.**

- Candlestick in weekly chart of crude palm oil at MCX depicts sideways trend in the prices. We expect the commodity to trade downwards in the near term.
- Price may range from Rs 1000-1080.
- Expected price band for next week is 1010-1050 level. RSI and MACD are in neutral zone.

**Strategy:** Market participants are advised to go long in CPO above 1020 for a target of 1035 and 1045 with a stop loss at 1015 on closing basis.

#### CPO MCX (Jul)

Support and Resistance				
S2	S1	PCP	R1	R2
948.53	986.67	1024.80	1047.87	1070.93

**Spot Market outlook:** Crude palm oil (without GST) is likely to stay in the range of Rs 1000-1080 per 10 Kg.



Veg. Oil Prices at Key Spot Market
**Edible Oil Prices at key Markets:**

Commodity	Centre	Prices (Per 10 Kg)		Change
		3-Jul-21	26-Jun-21	
Refined Soybean Oil	Indore	1300	1285	15
	Indore (Soy Solvent Crude)	1235	1210	25
	Mumbai	1300	1310	-10
	Mumbai (Soy Degum)	1260	1260	Unch
	Kandla/Mundra	1285	1275	10
	Kandla/Mundra (Soy Degum)	1255	1248	7
	Kolkata	1295	1310	-15
	Delhi	1478	1460	18
	Nagpur	1270	1270	Unch
	Rajkot	1290	1330	-40
	Kota	1300	1350	-50
	Hyderabad	NA	0	-
	Akola	1310	1320	-10
	Amrawati	1315	1315	Unch
	Bundi	1310	1360	-50
	Jalna	1295	1260	35
	Solapur	1280	1265	15
	Dhule	1305	1250	55
	Nanded	1280	1255	25
	Latur	1280	1315	-35
	Argentina Crude Soya (CIF India) USD	1185	1164	21
	Argentina Crude Soya (FOB)	1112	1110	2
	Soya Oil(Rot.)( Euro/MT FOB) (1000) GMT	1155	1155	Unch
Palm Oil*	Kandla (Crude Palm Oil)	1069	1091	-22
	Kandla (RBD Palm oil)	1085	1090	-5
	Kandla RBD Pamolein	1125	1135	-10
	Kakinada (Crude Palm Oil)	995	1040	-45
	Kakinada RBD Pamolein	1115	1125	-10
	Haldia Pamolein	1130	1140	-10
	Chennai RBD Pamolein	1125	1135	-10
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1185	1203	-18
	Krishnapattanam RBD Pamolein	1120	1130	-10
	Mumbai RBD Pamolein	1150	1175	-25
	Mangalore RBD Pamolein	1140	1150	-10

	Tuticorin (RBD Palmolein)	-	0	-
	Mumbai (Refined)	1180	1170	10
	Rajkot (Refined)	1120	1135	-15
	Chennai (Refined)	1125	1135	-10
	Hyderabad (Refined)	1125	1150	-25
	Delhi (Refined)	1326	1326	Unch
	PFAD (Kandla)	780	760	20
	RPS (Kandla)	865	860	5
	Superolien (Kandla)	1140	1160	-20
	Superolien (Mumbai)	1170	1200	-30
	Kochi (RBD Palmolein)	1150	1150	Unch
	Krishnapattanam (Crude Palm Oil)	995	1040	-45
	Mumbai (Crude Palm Oil)	1160	1160	Unch
	Kolkata (Crude Palm Oil)	1130	1130	Unch
	Palm Kernel Oil (1000) GMT	1470	1470	Unch
Refined Sunflower Oil	Chennai (Refined)	1300	1320	-20
	Chennai (Crude )	1250	1280	-30
	Mumbai (Refined)	1330	1360	-30
	Mumbai (Expeller Oil)	1260	1280	-20
	Kandla (Refined)	1350	1410	-60
	Hyderabad (Refined)	1300	1310	-10
	Hyderabad (Expeller)	1250	1260	-10
	Latur (Refined)	1280	1270	10
	Latur (Expeller Oil)	1160	1180	-20
	Chellakere (Expeller Oil)	1250	1220	30
	Erode (Expeller Oil)	1370	1420	-50
	Kakinada (Refined)	1300	1310	-10
	Krishna Pattanam (Refined)	1300	1310	-10
	Delhi (Refined)	1700	1700	Unch
	Sun Oil (Rotterdam)	1620	1620	Unch
Groundnut Oil	Rajkot	1350	1360	-10
	Chennai	1340	1360	-20
	Delhi	1560	1560	Unch
	Hyderabad *	1300	1350	-50
	Mumbai	1370	1400	-30
	Gondal	1350	1360	-10
	Jamnagar	1350	1350	Unch
	Gujarat GN Telia	2130	2220	-90
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1445	1445	Unch
	Jaipur (Kacchi Ghani Oil)	1465	1470	-5

	Kota (Expeller Oil)	1400	1420	-20
	Kota (Kacchi Ghani Oil)	1450	1450	Unch
	Neewai (Expeller Oil)	1420	1420	Unch
	Neewai (Kacchi Ghani Oil)	1450	1450	Unch
	Bharatpur (Kacchi Ghani Oil)	1430	1420	10
	Sri-Ganga Nagar(Exp Oil)	1410	1410	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1450	1450	Unch
	Mumbai (Expeller Oil)	1400	1390	10
	Kolkata(Expeller Oil)	1620	1660	-40
	New Delhi (Expeller Oil)	1390	0	1390
	Hapur (Expeller Oil)	1430	1420	10
	Hapur (Kacchi Ghani Oil)	1460	1450	10
	Agra (Kacchi Ghani Oil)	1435	1425	10
	Nagpur (Expeller Oil)	1367	1367	Unch
Refined Cottonseed Oil	Rajkot	1330	1360	-30
	Hyderabad	1300	1310	-10
	Mumbai	1345	1410	-65
	New Delhi	1260	1260	Unch
	Gujarat Cotton Wash	1300	1320	-20
Coconut Oil	Kangayan (Crude)	1720	1720	Unch
	Cochin	1790	1790	Unch
	Coconut Oil(Rot.)(Phil/Indo)	1480	1480	Unch
Vanaspati Oil	Uttar Pradesh	1690	1690	Unch
	Kolkata	1600	1600	Unch
	Rajkot	1823	1823	Unch
Sesame Oil	New Delhi	1410	1410	Unch
	Mumbai	NA	0	-
Kardi	Mumbai	NA	0	-
Rice Bran Oil	New Delhi (40%)	985	985	Unch
	Punjab 4%)	1100	1100	Unch
	Bhatinda (Crude 4%)	950	940	10
	Bhatinda (Refined 4%)	1065	1055	10
	Hyderabad (Crude)	980	980	Unch
	Hyderabad (Refined)	1170	1170	Unch
	Kolkata (Crude)	1070	1070	Unch
	Kolkata (Refined)	1170	1170	Unch
	Raipur (Crude)	1090	1070	20
	Raipur (Refined)	1240	1230	10
	Odisha (Refined)	1240	1185	55

	Vijayawada (Refined)	1090	1090	Unch
Malaysia Palmolein USD/MT	FOB	1035	990	45
	CNF India	1050	995	55
Indonesia CPO USD/MT	FOB	1038	990	48
	CNF India	1055	1030	25
RBD Palm oil (Malaysia Origin USD/MT)	FOB	1068	1068	Unch
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	1055	1055	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1450	1450	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	980	980	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	1350	1330	20
Ukraine Origin CSFO USD/MT Kandla	CIF	1260	1250	10
Rapeseed Oil Rotterdam Euro/MT	FOB	1080	1080	Unch
Argentina FOB (\$/MT)		2-Jul-21	25-Jun-21	Change
Crude Soybean Oil Ship		1183	1076	107
Refined Soy Oil (Bulk) Ship		1224	1114	110
Sunflower Oil Ship		1185	1175	10
Cottonseed Oil Ship		1163	1056	107
Refined Linseed Oil (Bulk) Ship		NA	0	-
* 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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