

Domestic Fundamentals:

Edible oil basket showed steady sentiments at various market places. Palm oil prices rose for the day, Soy oil, sunflower oil, palm oil and groundnut oil traded steady.

Soybean oil

- Soy oil prices are firm and traded up from the range of Rs. 1190 to Rs. 1210 where it was ranging from December month. Domestic prices are taking support from slow arrivals and firm demand. It also took support from rallying international market.
- Brazil's lower soybean crop and low rain for coming week in southern Brazil and Paraguay has also strengthened prices. US's higher crushing and higher soy oil stock for December month would have pressured prices, but soy oil prices rallied.
- Brazil's agency SAFRAS has lowered soybean crop estimates to 132.3 million metric tonnes (MMT) from previous estimates of 140 MMT.
- According to National Oilseed Processors Association (NOPA), US's soy oil stock for December month reported at 2.031 billion lbs compared to the November month's stock at 1.832 billion lbs, up by 19.6%. The soybean crush for December month also rose to 185.245 million bushels up by 3.9% on monthly comparison and 1.8% up on yearly basis. The higher crushing is mainly due to firm demand for edible oil as well for biofuel, according to the sources.
- China's soybean imports have been lowering in past months, and if remain subdued it may drag international prices downwards.
- Argentina's weather is expected to get better as rains are expected in coming two weeks, so far 95% of soybean planting has been completed.

Palm oil

- Palm oil domestic prices are moving with firm tone following rising international palm oil prices. BMD Malaysia Market touched the all time high at 5504 Ringgit.
- Indonesia has come up with new government policy for the palm oil exporters to declare their domestic sales and to gain approval for their shipments in advance to monitor the price rise and domestic supply for edible oil. This led to rally in BMD Malaysia.
- According to SPPOMA, Malaysia's palm oil production is recovering as palm oil production for the period of 1-15 January stood at -20.86% compared to the -45.75% for the period of 1-5 January.
- The concern of labour problems in Malaysia is expected to persist in coming months which will affect output as agreement between Indonesia and Malaysia to send Indonesian workers are yet to be finalized.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's December Crude palm oil stocks fell 11.89 percent to 8.30 lakh tonnes compared to 9.42 lakh tonnes in November 2021. Production of crude palm oil fell by 11.26 percent to 14.51 lakh tonnes compared to 16.34 lakh tonnes in November 2021.

Mustard oil

- Mustard oil prices are rallying over tightened supply side and firm demand from crushing mills.
- COOIT expects mustard crop for Rabi 2022 at 100-110 lakh tonnes (LT) compared to 85 LT last year.
- Mustard crop may get impacted by lower temperature in key growing area as frost is harmful to the crop at flowering stage. Coming days are crucial for mustard crop.
- Firm prices are expected for the January month.
- Mr. PK Rai, Director Mustard Research expects mustard crop production to reach 135 MMT on an average yield of 1500Kg per Ha, if weather condition remains favorable for crop growth.

Outlook: Edible oil basket is expected to feature sideways trend with upwards bias for the week.



CBOT Soy Oil Futures (Projections):

(Values in US cents/lb.)

Contract	+/-	Open	High	Low	Close
Mar	0.78	62.69	63.74	61.74	63.66
May	0.80	62.72	63.78	61.82	63.72
Jul	0.79	62.42	63.44	61.52	63.38
Aug	0.75	61.8	62.7	61.01	62.64
Sep	0.71	61.08	61.91	60.35	61.87

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb	104	5,399	5,510	5,387	5,504
Mar	130	5,330	5,460	5,324	5,456
Apr	136	5,190	5,327	5,181	5,323
May	142	5,041	5,185	5,040	5,185

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/1/2022	6.34	14,335	4.19	104.37	74.33	5.43	95.57	84.19

Edible Oil Spot Prices at key Markets:

Commodity	Centre	Prices (Per 10 Kg)		Change
		21-Jan-22	20-Jan-22	
Refined Soybean Oil	Indore	1220	1220	Unch
	Indore (Soy Solvent Crude)	1180	1180	Unch
	Mumbai	1240	1230	10
	Mumbai (Soy Degum)	1175	1170	5
	Kandla/Mundra	1215	1200	15
	Kandla/Mundra (Soy Degum)	1170	1165	5
	Kolkata	1250	1240	10
	Delhi	1440	1430	10
	Nagpur	1235	1235	Unch
	Rajkot	1235	1235	Unch
	Kota	1230	1230	Unch
	Hyderabad	NA	NA	-
	Akola	1207	1207	Unch
	Amrawati	1225	1225	Unch
	Bundi	1240	1240	Unch
	Jalna	1220	1220	Unch
	Solapur	1210	1210	Unch
	Dhule	1220	1220	Unch
	Nanded	1220	1220	Unch
	Latur	1210	1210	Unch
	Argentina Crude Soya (CIF India) USD	1475	1456	19
	Argentina Crude Soya (FOB)	1430	1399	31

Palm Oil*	Kandla (Crude Palm Oil)	1140	1135	5
	Kandla (RBD Palm oil)	1170	1170	Unch
	Kandla RBD Pamolein	1180	1170	10
	Kakinada (Crude Palm Oil)	1125	1115	10
	Kakinada RBD Pamolein	1170	1170	Unch
	Haldia Pamolein	1175	1170	5
	Chennai RBD Pamolein	1170	1170	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1228	1228	Unch
	Krishnapattanam RBD Pamolein	1165	1165	Unch
	Mumbai RBD Pamolein	1180	1180	Unch
	Mangalore RBD Pamolein	1180	1180	Unch
	Mumbai (Refined)	1170	1175	-5
	Rajkot (Refined)	1170	1165	5
	Chennai (Refined)	1175	1170	5
	Hyderabad (Refined)	1195	1190	5
	PFAD (Kandla)	1040	1030	10
	RPS (Kandla)	1190	1180	10
	Superolien (Kandla)	1205	1200	5
	Superolien (Mumbai)	1210	1210	Unch
	Kochi (RBD Palmolein)	-	1155	-
	Krishnapattanam (Crude Palm Oil)	1125	1115	10
Refined Sunflower Oil	Chennai (Refined)	1250	1250	Unch
	Chennai (Crude)	1180	1180	Unch
	Mumbai (Refined)	1265	1260	5
	Mumbai (Expeller Oil)	1200	1200	Unch
	Kandla (Refined)	1250	1250	Unch
	Hyderabad (Refined)	1260	1260	Unch
	Hyderabad (Expeller)	1210	1210	Unch
	Latur (Refined)	1230	1230	Unch
	Latur (Expeller Oil)	1180	1180	Unch
	Chellakere (Expeller Oil)	1200	1200	Unch
	Erode (Expeller Oil)	1290	1290	Unch
	Kakinada (Refined)	1250	1250	Unch
	Krishna Pattanam (Refined)	1250	1250	Unch
Groundnut Oil	Rajkot	1275	1275	Unch
	Chennai	1280	1280	Unch
	Hyderabad *	1320	1320	Unch
	Mumbai	1320	1320	Unch
	Gondal	1275	1275	Unch
	Jamnagar	1275	1275	Unch

	Gujarat GN Telia	2060	2070	-10
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1650	1650	Unch
	Jaipur (Kacchi Ghani Oil)	1730	1730	Unch
	Kota (Expeller Oil)	1650	1650	Unch
	Kota (Kacchi Ghani Oil)	1725	1725	Unch
	Neewai (Expeller Oil)	1630	1630	Unch
	Neewai (Kacchi Ghani Oil)	1715	1715	Unch
	Bharatpur (Kacchi Ghani Oil)	1680	1660	20
	Sri-Ganga Nagar(Exp Oil)	1610	1610	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1710	1710	Unch
	Mumbai (Expeller Oil)	1650	1640	10
	Kolkata(Expeller Oil)	1760	1760	Unch
	New Delhi (Expeller Oil)	1660	1660	Unch
	Hapur (Expeller Oil)	1670	1670	Unch
	Hapur (Kacchi Ghani Oil)	1700	1700	Unch
	Agra (Kacchi Ghani Oil)	1685	1665	20
Refined Cottonseed Oil	Rajkot	1238	1238	Unch
	Hyderabad	1228	1228	Unch
	Mumbai	1240	1240	Unch
	Gujarat Cotton Wash	1205	1185	20
Coconut Oil	Kangayan (Crude)	1340	1340	Unch
	Cochin	1580	1580	Unch
Rice Bran Oil	Mumbai (Refined 4%)	1140	1130	10
	Bhatinda (Crude 4%)	950	950	Unch
	Bhatinda (Refined 4%)	1065	1065	Unch
	Hyderabad (Crude)	960	960	Unch
	Hyderabad (Refined)	1150	1150	Unch
	Raipur (Crude)	1040	1040	Unch
	Raipur (Refined)	1200	1200	Unch
	Odisha (Refined)	1190	1190	Unch
	Vijayawada (Refined)	1070	1070	Unch
Malaysia Palmolein USD/MT	FOB	1370	1370	Unch
	CNF India	1400	1400	Unch
Indonesia CPO USD/MT	FOB	1440	1428	12
	CNF India	1450	1450	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	-	2550	-

Ukraine Origin CSFO USD/MT Kandla	CIF	1430	1420	10
Argentina FOB (\$/MT)		20-Jan-22	19-Jan-22	Change
Crude Soybean Oil Ship		1430	1396	34
Refined Soy Oil (Bulk) Ship		1480	1445	35
Sunflower Oil Ship		1345	1345	Unch
Cottonseed Oil Ship		1410	1376	34
* Indicates including GST				

Note - Domestic edible oil prices are in Indian rupees per 10 Kg, CNF/FOB/CIF prices are in USD per tonnes.
The prices are exclusive of GST duty.

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