

Domestic Fundamentals:

Edible oil basket traded steady at various markets. Groundnut oil, Palm oil, Sunflower oil and Mustard oil prices traded steady. While, Soy oil market prices witnessed steady to upwards sentiments for the day.

Soybean oil

- In the Domestic market, the Soy oil market prices witnessed steady to upwards sentiment at various markets.
- Market is cautious as international CBOT soy oil market is trading lower amid banking crisis in US. At the same time, downward revision in Argentina's Soybean crop is likely to underpin the prices.
- Argentina's national agency Buenos Aires grains exchange further downgraded the crop outlook to 29 MMT, down by 4.5 MMT from previous estimate of 33.5 MMT, citing the combined impact of a recent heat wave and a prolonged drought. The Rosario Grains Exchange of Argentina (BCR) has revised its forecast for 2022/23 soybean harvest to 27 million tonnes, down from its earlier prediction of 34.5 million tonnes. This would be the lowest soybean production in the last 14 years. According to USDA Jan'23 report, 2022/23 Argentina soybean production is lowered by 8.0 million tons to 33 million on drought conditions straining yields.

Palm oil

- Domestic market traded sideways for the day, following weak international Palm oil prices.
- Decline in prices are limited by rising prices of competing oils.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's February'23 palm oil stocks declined by 6.56 percent to 21.19 lakh tons compared to 22.68 lakh tons in previous month. Production of palm oil fell by 9.35 percent to 12.51 lakh tons compared to 13.80 lakh tons in previous month. Exports of palm oil fell by 1.99 percent to 11.14 lakh tons compared to 11.37 lakh tons m-o-m. Imports of palm oil stood at 0.52 lakh tons compared to 1.44 lakh tons. Palm oil stock fell as expected by trade participants mainly due to decline in palm oil output as Malaysia witnessed severe floods affecting palm oil output, logistics and exports.
- According to the export agencies Malaysia's 1-20th February exports rose

Agency	1-20th February	1-20th January	%Change
ITS	939,379	784,105	19.80%
AmSpec	938,690	723,482	29.75%

Mustard oil

- Mustard oil prices have witnessed steady momentum in the market.
- Prices may gradually trade up backed by commencement of government procurement from the markets, and rains in the parts of Rajasthan.
- Scattered to fairly widespread moderate rainfall observed in various parts of India including Bikaner, Jaipur, Baran, Ramganj, Nokha in Rajasthan & Astha, Guna, Beena, Sihore, Ganjbasoda, Ratlam, Indore, Neemuch, Ashoknagar and Ujjain in MP, Deoria, Lalitpur in UP, Dahod in Gujarat today also. Spell of current rainfall may continue till 21.03.2022 which may affect the standing mustard crop mainly in Rajasthan. If it remains rains in coming days too with heavy volume mainly in Rajasthan, mustard crop's moisture percentage may rise, affecting the seeds quality.
- However, mustard crop has been harvested in major mustard crop growing regions and were kept in field for drying.

- HAFED has released notification for the procurement of 20,000 MT in Haryana state, which stated 8% moisture and 39-40% oil content as few specifications.
- Prices are likely to rise marginally up as Govt procurement has commenced. However, prices are likely to remain rangebound as arrival pressure is high.
- The government has decided to purchase 1.5 million tonnes (MT) of mustard from farmers in Rajasthan, the largest producer of the oilseed in the country. This decision came after the mandi prices for mustard plummeted below the Minimum Support Price (MSP) of Rs 5,450/quintal, despite having remained well above the threshold for over two years.
- According to sources, the Rajasthan State Co-operative Marketing Federation (Rajfed) is anticipated to procure mustard at the Minimum Support Price (MSP) starting from April 1st through the price support scheme for oilseeds initiated by the Ministry of Agriculture. This procurement marks a resumption after a two-year hiatus. In the year 2020, Rajfed bought 0.34 MT of mustard, falling short of its intended target of 1 MT.

Groundnut oil

- Groundnut oil prices traded steady for the day.
- Groundnut seed export demand is supporting the seed prices.
- Exports in February stood at 18,293.53 Tonnes compared to the export of 14,132.64 Tonnes in previous month. China's export demand made 96.85% of the total exports at 17,717.9 tonnes. However, on Y-o-Y comparison exports are up from the exports of 954.77 tonnes.

Sunflower Oil

- Sun oil market fundamentals are weak, pressured by higher supply side. However, sun oil market traded sideways for the day.
- Local demand is also down as cheaper oils are available.
- Removal of TRQ on CSFO imports would underpin the prices as 5.50% of import duty will be applicable from 1st April, 2023 onwards.
- Turkiye has announced the extension of Black Sea grain corridor between Ukraine and Russia. Turkiye and Ukraine is in favor for 120 days deal extension. While, Russia is favoring for 60 days deal extension, and is willing to prolong the deal beyond 2 months if there was "tangible progress" in unblocking flows of Russian food and fertilizer to world markets, as quoted by spokeswoman for the Russian Foreign Ministry.
- Black Sea grain corridor is essential to alleviate international food supply uncertainty due to Ukraine Russia war. However, uncertainty over deal's expiration date is likely to have its impact on shipment orders from Ukraine.

Rice bran oil

- Prices traded sideways for the day.
- Prices are likely to marginally trade up following mustard oil.

Outlook: Edible oil basket is expected to trade sideways with weak bias for the week



CBOT Soy Oil Futures (Projections):

(Values in US cents/lb.)

Contract	+/-	Open	High	Low	Close
May-23	+0.04	58.02	58.24	57.67	58.03
Jul-23	-0.01	57.97	58.15	57.58	57.93
Aug-23	-0.05	57.24	57.48	56.89	57.24
Sep-23	-0.16	56.42	56.64	56.29	56.5
Oct-23	-0.31	55.97	55.97	55.69	55.69

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
May-23	7	3888	3929	3838	3860
Jun-23	-	3820	3854	3761	3785
Jul-23	-6	3810	3810	3712	3736
Aug-23	-14	3750	3769	3684	3704

Forex:

Currency Date	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
21/3/2023	6.87	15,303	4.487	204.42	82.57	5.24	103.05	68.73

Edible Oil Spot Prices at key Markets:

Commodity	Centre	Prices (Per 10 Kg)		Change
		21-Mar-23	20-Mar-23	
Refined Soybean Oil	Indore	1050	1040	10
	Indore (Soy Solvent Crude)	1020	1020	Unch
	Mumbai	1035	1040	-5
	Mumbai (Soy Degum)	970	970	Unch
	Kandla/Mundra	1050	1050	Unch
	Kandla/Mundra (Soy Degum)	960	960	Unch
	Kolkata	1070	1070	Unch
	Nagpur	1065	1055	10
	Rajkot	1050	1033	17
	Kota	1060	1060	Unch
	Akola	1050	1050	Unch
	Amrawati	1050	1050	Unch
	Bundi	1070	1070	Unch
	Jalna	1065	1065	Unch
	Solapur	1040	1040	Unch
	Dhule	1065	1065	Unch
	Nanded	1065	1040	25
	Latur	1045	1040	5
	Argentina Crude Soya (CIF India) USD	1185	1151	34
	Argentina Crude Soya (FOB)	1078	1071	7
Palm Oil	Kandla (Crude Palm Oil)	870	875	-5

	Kandla (RBD Palm oil)	910	910	Unch
	Kandla RBD Pamolein	930	930	Unch
	Kakinada (Crude Palm Oil)	860	875	-15
	Kakinada RBD Pamolein	940	940	Unch
	Haldia Pamolein	940	940	Unch
	Chennai RBD Pamolein	945	945	Unch
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1010	1010	Unch
	Krishnapattanam RBD Pamolein	940	940	Unch
	Mumbai RBD Pamolein	955	955	Unch
	Mangalore RBD Pamolein	955	955	Unch
	Tuticorin (RBD Palmolein)	1013	1013	Unch
	Mumbai (Refined)	960	965	-5
	Rajkot (Refined)	935	925	10
	Chennai (Refined)	940	940	Unch
	Hyderabad (Refined)	950	965	-15
	PFAD (Kandla)	-	715	-
	RPS (Kandla)	680	680	Unch
	Superolien (Kandla)	985	985	Unch
	Superolien (Mumbai)	985	985	Unch
	Kochi (RBD Palmolein)	940	940	Unch
	Krishnapattanam (Crude Palm Oil)	860	875	-15
	Kolkata (Crude Palm Oil)	925	925	Unch
Refined Sunflower Oil	Chennai (Refined)	1070	1070	Unch
	Chennai (Crude)	980	980	Unch
	Mumbai (Refined)	1130	1130	Unch
	Mumbai (Expeller Oil)	980	980	Unch
	Kandla (Refined)	1110	1110	Unch
	Hyderabad (Refined)	1070	1070	Unch
	Hyderabad (Expeller)	1000	1000	Unch
	Latur (Refined)	1120	1120	Unch
	Latur (Expeller Oil)	1020	1020	Unch
	Chellakere (Expeller Oil)	1030	1070	-40
	Erode (Expeller Oil)	1100	1120	-20
	Kakinada (Refined)	1090	1090	Unch
	Krishna Pattanam (Refined)	1070	1070	Unch
Groundnut Oil	Rajkot	1700	1700	Unch
	Chennai	1710	1710	Unch
	Hyderabad *	1700	1720	-20
	Mumbai	1710	1710	Unch



	Gondal	1700	1700	Unch
	Jamnagar	1700	1700	Unch
	Gujarat GN Telia	2700	2700	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1090	1090	Unch
	Jaipur (Kacchi Ghani Oil)	1112	1112	Unch
	Kota (Expeller Oil)	1090	1090	Unch
	Kota (Kacchi Ghani Oil)	1100	1100	Unch
	Neewai (Expeller Oil)	1070	1070	Unch
	Neewai (Kacchi Ghani Oil)	1090	1090	Unch
	Bharatpur (Kacchi Ghani Oil)	1120	1120	Unch
	Sri-Ganga Nagar (Exp Oil)	1085	1085	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1100	1100	Unch
	Mumbai (Expeller Oil)	1100	1090	10
	Kolkata (Expeller Oil) *	1365	1365	Unch
	Kolkata (Kacchi Ghani Oil)	1175	1170	5
	Hapur (Expeller Oil)	1110	1100	10
	Hapur (Kacchi Ghani Oil)	1140	1130	10
	Agra (Kacchi Ghani Oil)	1130	1130	Unch
Refined Cottonseed Oil	Rajkot	1000	1000	Unch
	Hyderabad	1010	1010	Unch
	Mumbai	1035	1030	5
	Gujarat Cotton Wash	940	945	-5
Coconut Oil	Kangayam (Crude)	1250	1250	Unch
	Cochin	1320	1320	Unch
Vanaspati Oil	Kolkata	1400	1400	Unch
Rice Bran Oil	Mumbai (Refined 4%)	850	850	Unch
	Bhatinda (Crude 4%)	725	715	10
	Bhatinda (Refined 4%)	840	830	10
	Hyderabad (Crude)	800	820	-20
	Hyderabad (Refined)	960	970	-10
	Kolkata (Crude)	800	800	Unch
	Kolkata (Refined)	870	865	5
	Raipur (Crude)	840	820	20
	Vijayawada (Refined)	960	970	-10
Malaysia Palmolein USD/MT	FOB	965	960	5



	CNF India	985	985	Unch
Indonesia CPO USD/MT	FOB	-	1010	-
	CNF India	975	995	-20
RBD Palm Stearin (Malaysia Origin Rs./10Kg)	FOB	-	830	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	-	715	-
Crude palm Kernel Oil India (USD/MT)	CNF India	-	1010	-
Ukraine Origin CSFO USD/MT Kandla	CIF	1110	1110	Unch
Argentina FOB (\$/MT)		20-Mar-23	18-Mar-23	Change
Crude Soybean Oil Ship		1080	1074	6
Refined Soy Oil (Bulk) Ship		1118	1112	6
Sunflower Oil Ship		1020	1020	Unch
* Indicates including GST				

Note - Domestic edible oil prices are in Indian rupees per 10 Kg, and CNF/FOB/CIF prices are in USD tonnes.

The prices are exclusive of GST duty.

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