

Domestic Fundamentals:

Edible Oil basket witnessed weak momentum at various markets. Soy oil, Palm oil, and Sunflower oil prices witnessed correction for the day. And, Mustard oil prices witnessed steady to weak movement, while, Groundnut oil witnessed steady momentum in prices for the day.

Soybean oil

- In the Domestic market, the Soy oil market prices witnessed weak momentum in the markets, following declining prices of soy oil in international market.
- Volatile market has made the buyers cautious, impacting demand.
- Department of Revenue of Ministry of Finance, has issued Notification No.37/2023-Customs dated 10th May, 2023 that shipment of crude Sunflower Oil and crude Soybean Oils will be allowed to be cleared under TRQ at NIL duty with effect from 11th May, 2023 till 30th June 2023. This will facilitate clearance of Cargo presently lying at various ports under bond storage and also the cargos which are under voyage. This will weigh on sun oil prices. This move may exert pressure on almost all edible oils, including soy and sunflower.

Palm oil

- Domestic market witnessed weak momentum in prices for the day.
- BMD Palm oil Malaysia most active July contract closed on green candle, higher than previous close of 3,604 MYR/MT. It tested the lower level at 3,550 MYR/MT, rebounded to higher level at 3,666 MYR/MT, and closed at 3,646 MYR/MT, up by 43 points.
- According to the various agencies, there is a possibility of an El Niño phenomenon occurring around June of this year, which will underpin the vegetable oil prices in an upward trend.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's March'23 total palm oil stocks declined by 10.54 percent to 14.97 lakh tons compared to 16.74 lakh tons in previous month. Production of palm oil also fell by 7.13 percent to 11.96 lakh tons compared to 10.74 lakh tons in previous month. Exports of palm oil witnessed decline by 27.78 percent to 10.74 lakh tons compared to 14.87 lakh tons m-o-m. Imports of palm oil stood at 0.34 lakh tons compared to 0.39 lakh tons. Palm oil stock fell in line with the expectation of trade participants mainly due to weak palm oil production.
- Higher production of palm oil in Malaysia is also weighing on prices.

Mustard oil

- Mustard oil prices traded with steady to weak tone for the day as demand. Market is volatile; thus, buyers are cautious.
- Crushing of seeds is in disparity, thus mostly Kacchi ghani plants are operational in key crushing regions.

Groundnut oil

- Groundnut oil prices witnessed steady prices for the day.
- Buyer's demand is weak and exports demand has also slowed down, weighing on GN oil prices.
- However, GN oil prices traded up in tandem with rising prices of competing oils. Arrivals also underpinned the movement as they have slowed down in the southern states.



Sunflower Oil

- Sun oil prices witnessed weak momentum for the day.
- Black Sea Grain deal is approaching its expiry. The present extension of the deal is set to expire on May 18, and as of yet, representatives from Russia, Ukraine, Turkey, and the UN have not reached an agreement. The lack of an agreement has led to a slowdown in shipments from Ukraine, which has caused an increase in the prices of crude sunflower oil. Domestic prices are also underpinned by the uncertainty in Black Sea Grain deal expiry.
- Department of Revenue of Ministry of Finance, has issued Notification No.37/2023-Customs dated 10th May, 2023 that shipment of crude Sunflower Oil and crude Soybean Oils will be allowed to be cleared under TRQ at NIL duty with effect from 11th May, 2023 till 30th June 2023. This will facilitate clearance of Cargo presently lying at various ports under bond storage and also the cargos which are under voyage. This will weigh on sun oil prices.

Rice bran oil

- Prices traded down for the day.
- Majority of Rice bran processing plants have shut by the 1st week of May, which will limit the fall in prices.

Outlook: Edible oil basket is expected to witness sideways momentum in prices for the week.



CBOT Soy Oil Futures (Projections):

(Values in US cents/lb.)

Contract	+/-	Open	High	Low	Close
Jul-23	-0.9	52.05	52.24	51.08	51.15
Aug-23	-0.88	51.8	51.99	50.86	50.95
Sep-23	-0.87	51.45	51.58	50.51	50.59
Oct-23	-0.85	50.99	51.14	50.11	50.16
Dec-23	-0.82	50.7	50.87	49.85	49.92

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun-23	38	3,743	3,846	3,734	3,823
Jul-23	43	3,580	3,666	3,550	3,646
Aug-23	37	3,489	3,569	3,453	3,549
Sep-23	24	3,450	3,523	3,414	3,501

Forex:

Currency Date	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
12/5/2023	6.95	14,837	4.48	229.22	82.20	4.93	102.68	70.08

Edible Oil Spot Prices at key Markets:

Commodity	Centre	Prices (Per 10 Kg)		Change
		12-May-23	11-May-23	
Refined Soybean Oil	Indore	960	970	-10
	Indore (Soy Solvent Crude)	930	940	-10
	Mumbai	975	985	-10
	Mumbai (Soy Degum)	915	915	Unch
	Kandla/Mundra	955	970	-15
	Kandla/Mundra (Soy Degum)	865	865	Unch
	Kolkata	980	995	-15
	Nagpur	960	970	-10
	Rajkot	955	955	Unch
	Kota	980	980	Unch
	Akola	955	965	-10
	Amrawati	955	965	-10
	Bundi	990	990	Unch
	Jalna	980	990	-10
	Solapur	940	960	-20
	Dhule	985	995	-10
	Nanded	940	960	-20
	Latur	940	960	-20
	Argentina Crude Soya (CIF India) USD	1022	1017	5
	Argentina Crude Soya (FOB)	948	943	5
Palm Oil	Kandla (Crude Palm Oil)	895	900	-5

	Kandla (RBD Palm oil)	925	925	Unch
	Kandla RBD Palmolein	930	935	-5
	Kakinada (Crude Palm Oil)	850	880	-30
	Kakinada RBD Palmolein	920	935	-15
	Haldia Palmolein	960	975	-15
	Chennai RBD Palmolein	925	935	-10
	Chennai RBD Palmolein (Vitamin A&D Fortified)	975	990	-15
	Krishnapattanam RBD Palmolein	915	930	-15
	Mumbai RBD Palmolein	940	945	-5
	Mangalore RBD Palmolein	935	940	-5
	Tuticorin (RBD Palmolein)	987	999	-12
	Mumbai (Refined)	940	950	-10
	Rajkot (Refined)	915	920	-5
	Chennai (Refined)	915	920	-5
	Hyderabad (Refined)	905	920	-15
	PFAD (Kandla)	-	775	-
	RPS (Kandla)	710	730	-20
	Super olien (Kandla)	965	980	-15
	Super olien (Mumbai)	965	980	-15
	Kochi (RBD Palmolein)	960	975	-15
	Krishnapatnam (Crude Palm Oil)	850	880	-30
	Kolkata (Crude Palm Oil)	950	950	Unch
Refined Sunflower Oil	Chennai (Refined)	950	970	-20
	Chennai (Crude)	900	900	Unch
	Mumbai (Refined)	1000	1000	Unch
	Mumbai (Expeller Oil)	890	900	-10
	Kandla (Refined)	970	985	-15
	Hyderabad (Refined)	970	990	-20
	Hyderabad (Expeller)	930	930	Unch
	Latur (Refined)	1000	1000	Unch
	Latur (Expeller Oil)	940	940	Unch
	Chellakere (Expeller Oil)	950	950	Unch
	Erode (Expeller Oil)	1000	1000	Unch
	Kakinada (Refined)	970	975	-5
	Krishna Pattanam (Refined)	970	975	-5
	Chennai	1600	1600	Unch
	Hyderabad *	1600	1600	Unch
	Mumbai	1680	1680	Unch
	Gondal	1675	1675	Unch



	Jamnagar	1675	1675	Unch
	Gujarat GN Telia	2650	2650	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	970	970	Unch
	Jaipur (Kacchi Ghani Oil)	1000	1000	Unch
	Kota (Expeller Oil)	960	960	Unch
	Kota (Kacchi Ghani Oil)	990	980	10
	Neewai (Expeller Oil)	950	950	Unch
	Neewai (Kacchi Ghani Oil)	975	980	-5
	Bharatpur (Kacchi Ghani Oil)	1000	1010	-10
	Sri-Ganga Nagar (Exp Oil)	930	930	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	960	960	Unch
	Mumbai (Expeller Oil)	1010	1020	-10
	Kolkata (Expeller Oil) *	1280	1280	Unch
	Kolkata (Kacchi Ghani Oil)	1080	1080	Unch
	Hapur (Expeller Oil)	1000	1005	-5
	Hapur (Kacchi Ghani Oil)	1030	1040	-10
	Agra (Kacchi Ghani Oil)	1020	1030	-10
Refined Cottonseed Oil	Rajkot	930	930	Unch
	Mumbai	970	970	Unch
	Gujarat Cotton Wash	885	900	-15
Coconut Oil	Kangayam (Crude)	1235	1235	Unch
	Cochin	1290	1290	Unch
Vanaspati Oil	Kolkata	1460	1460	Unch
Sesame Oil	Mumbai	2800	2800	Unch
Rice Bran Oil	Mumbai (Refined 4%)	830	870	-40
	Bhatinda (Crude 4%)	710	720	-10
	Bhatinda (Refined 4%)	825	835	-10
	Hyderabad (Crude)	765	785	-20
	Hyderabad (Refined)	910	930	-20
	Kolkata (Crude)	760	790	-30
	Kolkata (Refined)	830	860	-30
	Raipur (Crude)	815	830	-15
	Vijayawada (Refined)	910	930	-20
Malaysia Palmolein USD/MT	FOB	935	935	Unch



	CNF India	935	972	-37
Indonesia CPO USD/MT	FOB	-	935	-
	CNF India	965	982	-17
RBD Palm Stearin (Malaysia Origin Rs. /10Kg)	FOB	-	930	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	-	775	-
Crude palm Kernel Oil India (USD/MT)	CNF India	-	1010	-
Ukraine Origin CSFO USD/MT Kandla	CIF	980	990	-10
Argentina FOB (\$/MT) *(Official FOB prices fix by Undersecretariat of Argentina)		11-May-23	9-May-23	Change
Crude Soybean Oil Ship		944	959	-15
Refined Soy Oil (Bulk) Ship		977	993	-16
Sunflower Oil Ship		890	895	-5
* 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.

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness, and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed, or published, in whole or part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors, and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2023 Indian Agribusiness Systems Ltd.