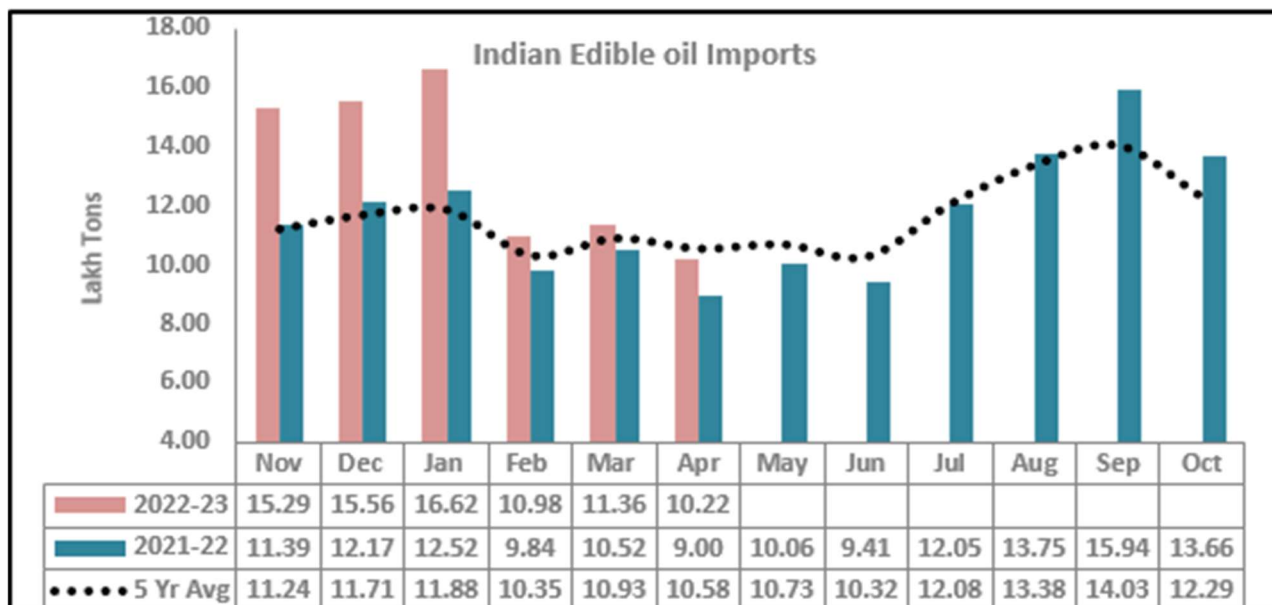


### Domestic Fundamentals:

Edible Oil basket witnessed sideways with weak momentum at various markets. Palm oil, Soy oil, Sunflower oil and Groundnut oil traded with weak momentum. While, Mustard oil market prices witnessed steady to upward movement for the day.

According to Solvent Extractors Association (SEA), India's April edible oil imports jumped 13.51percent y-o-y to 10.22 lakh tons compared to 9.00 lakh tons in April 2022, primarily due to increased Sunflower oil imports. While, on monthly basis the edible oil imports fell by 10 percent compared to 11.35 lakh tons in March 2023. For the oil year 2022-23, imports of edible oil between Nov 2022 and Apr 2023 stood at 80.02 lakh tons compared to 65.43 lakh tons in corresponding period last oil year, up by 22.30 percent.

Edible oil Imports					
	Apr-23	Mar-23	Apr-22	M-o-M change	Y-o-Y change
Crude Soy Oil	262,455	258,925	273,151	▲ 1%	▼ -4%
Crude Palm Oil	393,856	551,062	414,829	▼ -29%	▼ -5%
RBD Palm Olein	112,248	169,462	149,679	▼ -34%	▼ -25%
Crude Sunflower Oil	249,122	148,145	52,426	▲ 68%	▲ 375%



### Soybean oil

- In the Domestic market, the Soy oil market prices witnessed weak momentum in the markets.
- Volatile market has made the buyers cautious, impacting demand.
- CBOT Soy oil prices closed on red candle as USDA estimated higher production for year 2023/24 in its May report.
- During the period from January to April 2023, Argentina experienced a surge in its soybean imports from Brazil. This increase occurred against the backdrop of weaker soybean production in Argentina. In contrast, Brazil witnessed a significant jump in its soybean crop production, increasing from 130.50 million metric tons (MMT) to 155.00 MMT. Argentina is known as the world's largest exporter of soy oil; however, the decline in soybean production is expected to have an impact on its soy oil exports. Argentina's soybean imports from Brazil between January and April 2023 reached 943 thousand tonnes, surpassing the total imports of 289 thousand tonnes for the previous year (January to December).

### Palm oil

- Domestic market witnessed weak momentum in prices for the day.
- BMD Palm oil Malaysia most active August contract on 17<sup>th</sup> May, opened at 3,450 MYR/MT, lower than previous close of 3,457 MYR/MT. It tested the higher level at 3,463 MYR and touched lower level at 3,368 MYR/MT. It rebounded from the lower level and closed at 3,431 MYR/MT, down by 26 points compared to previous days' closing price.
- Higher production of palm oil in Malaysia is also weighing on prices.
- Indonesia has decided to decrease the export tax on Crude Palm Oil (CPO) to \$74 per ton from \$124 per ton. Additionally, the exports levy has been adjusted to \$95 per ton from \$100 per ton. This adjustment comes as the reference prices for CPO shipments between May 16 and May 31 have declined to \$893.23 per ton, in contrast to the previously set price of \$955.53 per ton.

### Mustard oil

- Mustard oil prices experienced an upward trend during the trading day, particularly for expeller oil. The market witnessed an increase in prices due to limited supply caused by the closure of a significant number of expeller mills. This closure was a result of disparities in seed crushing activities.
- Mustard seed's arrivals have slowed down at various markets as farmers are not fetching good prices. Demand from the millers underpinned the prices. However, the upward trend is likely to be short lived as competing oils prices are declining.
- Crushing of seeds is in disparity, thus mostly Kacchi ghani plants are operational in key crushing regions.
- As of 15th May, 2023, NAFED has procured 28,143.62 metric tonnes (MT), 3,47,105.00 MT, 61,706.02 MT and 1,02,940.05 MT of seeds from Gujarat, Haryana, Rajasthan, and Madhya Pradesh, respectively. A total of 5,40,713.84 MT of mustard seed, valued at Rs. 2,946.89 crores, has been procured from these states.

### Groundnut oil

- Groundnut oil prices witnessed steady to upward prices for the day.
- Domestic demand is weak. While, export demand has picked up from China, thus prices witnessed slightly upwards momentum.

### Sunflower Oil

- Sun oil prices witnessed weak momentum for the day.
- Black Sea grain deal extended for 2 more months. Turkish President Tayyip Erdogan announced that the Ukraine Black Sea grain deal has been extended for two more months. This extension comes just in time, as Russia was considering quitting the pact due to difficulties with its grain and fertilizer exports. Erdogan expressed his gratitude to the Russian and Ukrainian leaders, as well as UN Secretary General Antonio Guterres, for their assistance in prolonging the deal. The agreement, initially brokered by the United Nations and Turkey, was established in July of the previous year to address the global food crisis exacerbated by Russia's invasion of Ukraine, a major grain exporter. Initially set for 120 days, the pact was extended by Moscow for an additional 120 days in November, but later in March, it agreed to a 60-day extension, which was due to expire on May 18 unless certain conditions regarding Russian agricultural exports were met.
- 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 steady for the day.
- Majority of Rice bran processing plants have shut by the 1<sup>st</sup> week of May, which will limit the fall in prices.

**Outlook:** Edible oil basket is expected to witness sideways with weak bias tone in prices for the week.



### CBOT Soy Oil Futures (Projections):

(Values in US cents/lb.)

Contract	+/-	Open	High	Low	Close
Jul-23	-1.04	47.67	47.99	45.75	46.41
Aug-23	-0.92	47.60	48.06	45.94	46.55
Sep-23	-0.81	47.34	47.85	45.87	46.45
Oct-23	-0.66	47.02	47.47	45.70	46.24
Dec-23	-0.5	46.80	47.31	45.67	46.19

### BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jul-23	-36	3,527	3,558	3,493	3,505
Aug-23	-39	3,415	3,448	3,381	3,395
Sep-23	-44	3,388	3,416	3,354	3,365
Oct-23	-40	3,377	3,415	3,352	3,367

### Forex:

Currency Date	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
18/5/2023	7.03	14,891	4.94	231.63	82.58	4.94	103.14	72.73

### Edible Oil Spot Prices at key Markets:

Commodity	Centre	Prices (Per 10 Kg)		Change
		18-May-23	17-May-23	
Refined Soybean Oil	Indore	920	930	-10
	Indore (Soy Solvent Crude)	900	910	-10
	Mumbai	935	940	-5
	Mumbai (Soy Degum)	870	880	-10
	Kandla/Mundra	925	925	Unch
	Kandla/Mundra (Soy Degum)	820	835	-15
	Kolkata	945	950	-5
	Nagpur	935	935	Unch
	Rajkot	900	900	Unch
	Kota	910	910	Unch
	Akola	930	930	Unch
	Amrawati	930	930	Unch
	Bundi	920	920	Unch
	Jalna	940	950	-10
	Solapur	900	910	-10
	Dhule	935	940	-5
	Nanded	900	910	-10
	Latur	900	910	-10
	Argentina Crude Soya (CIF India) USD	973	976	-3
	Argentina Crude Soya (FOB)	899	902	-3
Palm Oil	Kandla (Crude Palm Oil)	869	874	-5

	Kandla (RBD Palm oil)	890	900	-10
	Kandla RBD Palmolein	900	910	-10
	Kakinada (Crude Palm Oil)	830	830	Unch
	Kakinada RBD Palmolein	895	900	-5
	Haldia Palmolein	925	925	Unch
	Chennai RBD Palmolein	900	900	Unch
	Chennai RBD Palmolein (Vitamin A&D Fortified)	945	950	-5
	Krishnapattanam RBD Palmolein	890	890	Unch
	Mumbai RBD Palmolein	915	920	-5
	Mangalore RBD Palmolein	905	910	-5
	Tuticorin (RBD Palmolein)	960	962	-2
	Mumbai (Refined)	895	900	-5
	Rajkot (Refined)	885	890	-5
	Chennai (Refined)	890	900	-10
	Hyderabad (Refined)	885	890	-5
	PFAD (Kandla)	-	765	-
	RPS (Kandla)	700	705	-5
	Super olien (Kandla)	935	935	Unch
	Super olien (Mumbai)	935	935	Unch
	Kochi (RBD Palmolein)	925	930	-5
	Krishnapatnam (Crude Palm Oil)	830	830	Unch
	Kolkata (Crude Palm Oil)	915	920	-5
Refined Sunflower Oil	Chennai (Refined)	925	930	-5
	Chennai (Crude)	880	880	Unch
	Mumbai (Refined)	970	980	-10
	Mumbai (Expeller Oil)	865	870	-5
	Kandla (Refined)	925	930	-5
	Hyderabad (Refined)	930	930	Unch
	Hyderabad (Expeller)	870	870	Unch
	Latur (Refined)	940	940	Unch
	Latur (Expeller Oil)	875	875	Unch
	Chellakere (Expeller Oil)	950	950	Unch
	Erode (Expeller Oil)	960	960	Unch
	Kakinada (Refined)	930	930	Unch
	Krishna Pattanam (Refined)	930	930	Unch
Groundnut Oil	Rajkot	1600	1650	-50
	Chennai	1600	1600	Unch
	Hyderabad *	1600	1600	Unch
	Mumbai	1660	1660	Unch



	Gondal	1625	1625	Unch
	Jamnagar	1625	1625	Unch
	Gujarat GN Telia	2620	2620	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	950	930	20
	Jaipur (Kacchi Ghani Oil)	980	970	10
	Kota (Expeller Oil)	930	930	Unch
	Kota (Kacchi Ghani Oil)	950	950	Unch
	Neewai (Expeller Oil)	940	935	5
	Neewai (Kacchi Ghani Oil)	970	960	10
	Bharatpur (Kacchi Ghani Oil)	990	970	20
	Sri-Ganga Nagar (Exp Oil)	940	930	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	970	970	Unch
	Mumbai (Expeller Oil)	990	990	Unch
	Kolkata (Expeller Oil) *	1280	1280	Unch
	Kolkata (Kacchi Ghani Oil)	1050	1060	-10
	Hapur (Expeller Oil)	960	960	Unch
	Hapur (Kacchi Ghani Oil)	990	990	Unch
	Agra (Kacchi Ghani Oil)	1010	990	20
Refined Cottonseed Oil	Rajkot	890	900	-10
	Hyderabad	855	860	-5
	Mumbai	945	945	Unch
	Gujarat Cotton Wash	855	870	-15
Coconut Oil	Kangayam (Crude)	1230	1230	Unch
	Cochin	1280	1280	Unch
Vanaspati Oil	Kolkata	1455	1455	Unch
Sesame Oil	Mumbai	2700	2700	Unch
				Unch
Rice Bran Oil	Mumbai (Refined 4%)	825	825	Unch
	Bhatinda (Crude 4%)	720	720	Unch
	Bhatinda (Refined 4%)	835	835	Unch
	Hyderabad (Crude)	750	750	Unch
	Hyderabad (Refined)	900	900	Unch
	Kolkata (Crude)	765	760	5
	Kolkata (Refined)	825	825	Unch
	Raipur (Crude)	790	790	Unch
	Vijayawada (Refined)	890	890	Unch



Malaysia Palmolein USD/MT	FOB	880	885	-5
	CNF India	915	915	Unch
Indonesia CPO USD/MT	FOB	-	900	-
	CNF India	945	940	5
RBD Palm Stearin (Malaysia Origin Rs. /10Kg)	FOB	-	920	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	-	765	-
Crude palm Kernel Oil India (USD/MT)	CNF India	-	960	-
Ukraine Origin CSFO USD/MT Kandla	CIF	960	965	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	NR	NR	-
Argentina FOB (\$/MT) *(Official FOB prices fix by Undersecretariat of Argentina)		17-May-23	16-May-23	Change
Crude Soybean Oil Ship		889	904	-15
Refined Soy Oil (Bulk) Ship		920	936	-16
Sunflower Oil Ship		880	890	-10
* 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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