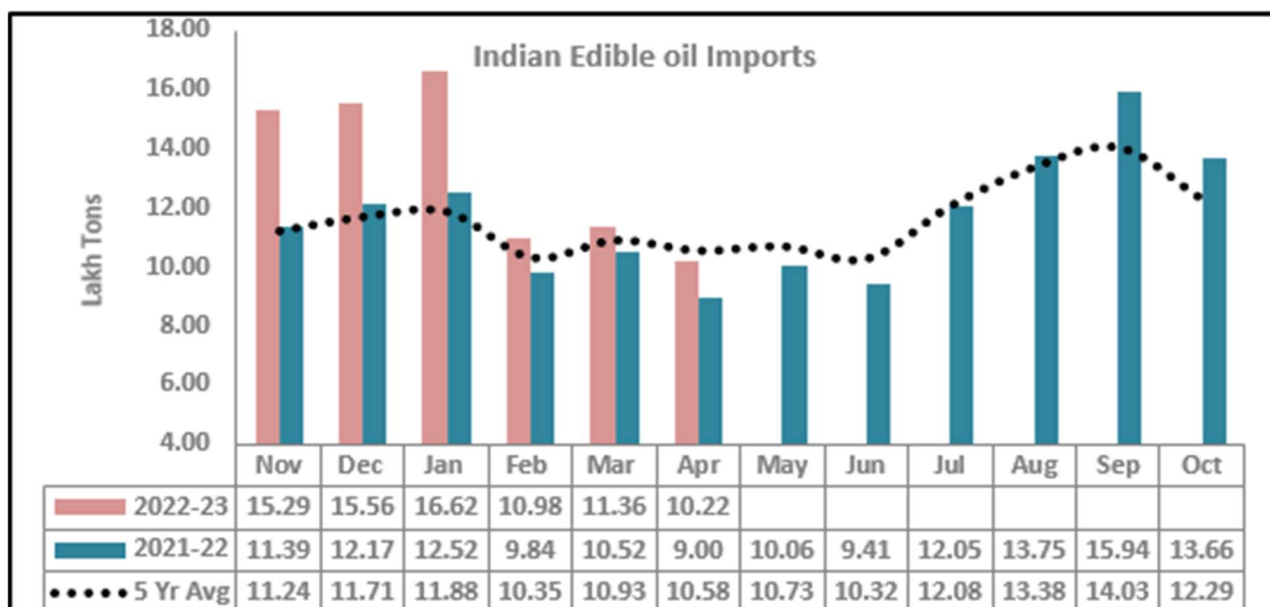


Domestic Fundamentals:

Edible Oil basket witnessed sideways momentum at various markets. Palm oil and Soy oil traded with weak momentum. While, Sunflower oil and Groundnut oil prices witnessed steady momentum. Only, 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 rose for the day due to short covering.
- 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. Domestic prices are likely to rise in the coming days, following rising international palm oil futures market.
- BMD Palm oil BMD Palm oil Malaysia most active August contract on 19th May, opened at 3,388 MYR/MT, lower than previous close of 3,392 MYR/MT. It touched the lower level at 3,375 MYR/MT and rebounded to upper level at 3,494 MYR/MT. Prices closed at 3,480 MYR/MT, up by 88 points compared to previous days' closing price. Prices traded up following rising prices of CBOT Soy oil.
- 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 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 steady 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 marginally up for the day.
- Rice Bran De-oiled cake (DORB) prices are rising as processing plants have shut down.
- 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 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	0.88	46.55	47.66	45.93	47.29
Aug-23	0.86	46.76	47.8	46.06	47.41
Sep-23	0.92	46.56	47.76	45.98	47.37
Oct-23	1.00	46.27	47.6	45.89	47.24
Dec-23	1.02	46.31	47.56	45.76	47.21

BMD CPO Futures:
(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jul-23	87	3,500	3,597	3,490	3,591
Aug-23	88	3,388	3,494	3,375	3,480
Sep-23	85	3,355	3,466	3,350	3,452
Oct-23	96	3,353	3,463	3,353	3,463

Forex:

Currency Date	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
20/5/2023	7.01	14,929	4.95	232.02	82.73	4.95	103.22	73.16

Edible Oil Spot Prices at key Markets:

Commodity	Centre	Prices (Per 10 Kg)		Change
		20-May-23	19-May-23	
Refined Soybean Oil	Indore	915	920	-5
	Indore (Soy Solvent Crude)	885	900	-15
	Mumbai	915	925	-10
	Mumbai (Soy Degum)	880	870	10
	Kandla/Mundra	915	920	-5
	Kandla/Mundra (Soy Degum)	820	820	Unch
	Kolkata	930	930	Unch
	Nagpur	925	925	Unch
	Rajkot	900	900	Unch
	Kota	930	920	10
	Akola	920	920	Unch
	Amrawati	920	920	Unch
	Bundi	940	930	10
	Jalna	935	935	Unch
	Solapur	890	890	Unch
	Dhule	935	935	Unch
	Nanded	890	890	Unch
	Latur	890	890	Unch
	Argentina Crude Soya (CIF India) USD	981	975	6
	Argentina Crude Soya (FOB)	907	901	6
Palm Oil	Kandla (Crude Palm Oil)	869	874	-5

	Kandla (RBD Palm oil)	890	890	Unch
	Kandla RBD Palmolein	890	900	-10
	Kakinada (Crude Palm Oil)	830	830	Unch
	Kakinada RBD Palmolein	880	895	-15
	Haldia Palmolein	920	925	-5
	Chennai RBD Palmolein	880	900	-20
	Chennai RBD Palmolein (Vitamin A&D Fortified)	930	945	-15
	Krishnapattanam RBD Palmolein	875	890	-15
	Mumbai RBD Palmolein	895	915	-20
	Mangalore RBD Palmolein	895	905	-10
	Tuticorin (RBD Palmolein)	942	960	-18
	Mumbai (Refined)	890	890	Unch
	Rajkot (Refined)	890	890	Unch
	Chennai (Refined)	885	885	Unch
	Hyderabad (Refined)	880	880	Unch
	PFAD (Kandla)	778	778	Unch
	RPS (Kandla)	710	700	10
	Super olien (Kandla)	925	935	-10
	Super olien (Mumbai)	925	935	-10
	Kochi (RBD Palmolein)	920	925	-5
Refined Sunflower Oil	Krishnapatnam (Crude Palm Oil)	830	830	Unch
	Kolkata (Crude Palm Oil)	910	910	Unch
	Chennai (Refined)	925	925	Unch
	Chennai (Crude)	880	880	Unch
	Mumbai (Refined)	970	975	-5
	Mumbai (Expeller Oil)	860	865	-5
	Kandla (Refined)	930	925	5
	Hyderabad (Refined)	930	930	Unch
	Hyderabad (Expeller)	860	860	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	1625	1625	Unch
	Chennai	1600	1600	Unch
	Hyderabad *	1600	1600	Unch
	Mumbai	1620	1620	Unch

	Gondal	1625	1625	Unch
	Jamnagar	1625	1625	Unch
	Gujarat GN Telia	2550	2550	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	960	950	10
	Jaipur (Kacchi Ghani Oil)	990	980	10
	Kota (Expeller Oil)	970	970	Unch
	Kota (Kacchi Ghani Oil)	1000	990	10
	Neewai (Expeller Oil)	960	955	5
	Neewai (Kacchi Ghani Oil)	990	980	10
	Bharatpur (Kacchi Ghani Oil)	1000	1000	Unch
	Sri-Ganga Nagar (Exp Oil)	970	985	-15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	990	980	10
	Mumbai (Expeller Oil)	990	990	Unch
	Kolkata (Expeller Oil) *	1280	1280	Unch
	Kolkata (Kacchi Ghani Oil)	1050	1050	Unch
	Hapur (Expeller Oil)	950	950	Unch
	Hapur (Kacchi Ghani Oil)	980	980	Unch
	Agra (Kacchi Ghani Oil)	1020	1020	Unch
Refined Cottonseed Oil	Rajkot	910	900	10
	Hyderabad	865	865	Unch
	Mumbai	920	925	-5
	Gujarat Cotton Wash	870	840	30
Coconut Oil	Kangayam (Crude)	1230	1230	Unch
	Cochin	1280	1280	Unch
Vanaspati Oil	Kolkata	1450	1455	-5
Sesame Oil	Mumbai	2750	2750	Unch
Rice Bran Oil	Mumbai (Refined 4%)	820	830	-10
	Bhatinda (Crude 4%)	725	720	5
	Bhatinda (Refined 4%)	840	835	5
	Hyderabad (Crude)	760	760	Unch
	Hyderabad (Refined)	890	890	Unch
	Kolkata (Crude)	780	770	10
	Kolkata (Refined)	845	830	15
	Raipur (Crude)	800	800	Unch
	Vijayawada (Refined)	890	890	Unch



Malaysia Palmolein USD/MT	FOB	885	880	5
	CNF India	890	920	-30
Indonesia CPO USD/MT	FOB	895	895	Unch
	CNF India	955	950	5
RBD Palm Stearin (Malaysia Origin Rs. /10Kg)	FOB	915	915	Unch
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	778	778	Unch
Crude palm Kernel Oil India (USD/MT)	CNF India	960	960	Unch
Ukraine Origin CSFO USD/MT Kandla	CIF	945	955	-10
Argentina FOB (\$/MT) *(Official FOB prices fix by Undersecretariat of Argentina)		19-May-23	18-May-23	Change
Crude Soybean Oil Ship		891	898	-7
Refined Soy Oil (Bulk) Ship		922	929	-7
Sunflower Oil Ship		880	880	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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