

Domestic Fundamentals:

Edible Oil basket showed steady to upward momentum at various markets for today. Palm oil, Sun oil, Groundnut oil and Rice Bran oil showed steady to upward momentum for the day. Soy oil showed upward momentum across various markets for the day. Whereas, Mustard oil showed sideways momentum across various markets today.

| Area Covered (Lakh Ha) as of 14 July 2023 | | | |
|--|---------------|---------------|-----------------|
| Crop | 2023 | 2022 | % Change |
| Soybean | 99.46 | 101.32 | -1.84% |
| Groundnut | 31.55 | 29.42 | 7.24% |
| Sunflower | 0.4 | 1.42 | -71.83% |
| Sesamum | 6.96 | 4.53 | 53.64% |
| Niger | 0.02 | 0.04 | -50.00% |
| Castor | 0.79 | 0.14 | 464.29% |
| Other Oilseeds | 0.07 | 0.09 | -22.22% |
| Total Oilseeds | 139.25 | 136.95 | 1.68% |

Soybean oil

- In the Domestic market today, the Soy oil market showed upward momentum for the day.
- Domestic market prices are affected by international price movements hence a surge in the international soy oil prices has led to the upward momentum in prices.
- As on 14th July 2023, Soybean sowing acreage in India is 99.46 Lakh Hectare down by 1.84% from 101.32 Lakh Hectare last year.
- On Wednesday, CBOT most active December Soy oil went up by +1.66 to close at 61.44 cent/pounds. The December futures opened at 59.85 cent/pounds, made a high at 62.66 cent/pounds and low at 59.77 cent/pounds.
- Surge in CBOT soy oil futures can also be attributed to the termination in Black Sea Grain Deal subsequently leading to a rise in demand.

Palm oil

- Domestic market showed steady to upward momentum for the day across various markets.
- Rising import demands ahead of the festival season coupled with the surge in BMD palm oil futures due to termination of Black Sea Grain deal and increase in supplies has led to the steady to upward momentum.
- On 20th July, BMD Palm oil Malaysia most active October contract opened at 3,962 MYR/MT, higher than that of the previous day's close. It touched the lower level at 3,954 MYR/MT and touched the upper level at 4,050 MYR/MT. Palm oil prices last traded at 4,047 MYR/MT, up by 152 points compared to previous days' closing price

- Termination of Black Sea Grain deal and subsequent surge in prices of sunflower oil along with attack on the Odessa port city of Ukraine has led to the shift in demand towards the palm oil evident by the surge
- Also, according to the export agencies, Malaysia witnessed an increase in palm oil exports from the 1st to 20th of July. This increase is attributed to the surge in export demand to India and China, Major importers of Palm oil. Termination of Black Sea Grain deal has supported the export demand also.

| | 2023 | | | |
|--------------------------|----------|----------|----------|----------|
| Surveyor Export Tracking | Amspec | | ITS | |
| | Tonnes | % Change | Tonnes | % Change |
| June | 6,24,309 | +10.06% | 6,32,345 | +19.27% |
| July | 6,87,098 | | 7,54,214 | |

- As per Amspec, the export of palm oil rose by 10.06% from 6,24,309 tonnes in June to 6,87,098 tonnes in July. Whereas, as per ITS export rose by 19.27% from 6,32,345 tonnes in June to 7,54,214 tonnes in July.
- Rising export demands has also supported the surge in BMD Palm oil futures.

Mustard oil

- Mustard oil showed sideways momentum for the day in various domestic markets.
- Increase in prices of rival oils coupled with less demand due to its premium over the rival oils has suppressed mustard oil upward momentum leading to a sideways price movement.

Groundnut oil

- Groundnut oil showed steady to upward momentum for the day.
- Upcoming festivals has boosted the demands along with shortage in supplies of groundnut oil has led to the upward momentum but its premium over other rival oils has curbed the upward momentum leading to steady to upward momentum in prices.
- As on 14th July 2023, Groundnut sowing acreage in India is 31.5 Lakh Hectare up by 7.24% from 29.42 Lakh Hectare last year.

Sunflower oil

- Sun oil prices in the domestic market showed steady to upward momentum for the day.
- The closure of Black Sea Grain deal has led to slight upward momentum in sun oil prices as the demand has increased in anticipation of lower supplies.
- As on 14th July 2023, Sunflower sowing acreage in India is 0.4 Lakh Hectare down by 71.83% from 1.42 Lakh Hectare last year.
- Russia's withdrawal from the Black Sea Grain Deal, along with the attack on Odessa, a significant port city in Ukraine situated on the Black Sea, is expected to lead to a major shortage of sunflower oil supplies from Ukraine. It is crucial to note that Ukraine is responsible for approximately 70% of India's sunflower oil imports.
- Fortunately, sunflower oil's supply is currently in surplus, and even if there is an increase in imports in the coming months, India's demand is likely to be fulfilled from other countries such as Russia, Romania, Argentina, and Turkey.

Rice bran oil

- Rice Bran oil showed steady to upward momentum across various markets for the day.
- Steady to upward momentum of Rice Bran oil can be attributed to the price movement of the rival oils.

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 |
|----------|--------------|-------|-------|-------|-------|
| Aug-23 | +2.00 | 64.53 | 67.17 | 64.14 | 66.05 |
| Sep-23 | +1.72 | 62.00 | 64.82 | 61.93 | 63.60 |
| Oct-23 | +1.68 | 60.52 | 63.23 | 60.42 | 62.08 |
| Dec-23 | +1.66 | 59.85 | 62.66 | 59.77 | 61.44 |
| Jan-24 | +1.63 | 59.53 | 62.27 | 59.53 | 61.10 |

BMD CPO Futures: (Values in MYR/tonnes)

| Contract | +/- | Open | High | Low | Close |
|----------|-------------|-------|-------|-------|-------|
| Sep-23 | +153 | 3,944 | 4,034 | 3,939 | 4,032 |
| Oct-23 | +152 | 3,962 | 4,050 | 3,954 | 4,047 |
| Nov-23 | +147 | 3,962 | 4,053 | 3,959 | 4,050 |
| Dec-23 | +142 | 3,965 | 4,057 | 3,964 | 4,050 |

Forex:

| Currency Date | Chinese Yuan | Indonesian Rupiah | Malaysian Ringgit | Argentine Peso | Indian rupee | Brazilian Real | Dollar Index | Crude Oil WTI (\$/barrel) |
|------------------|-----------------|----------------------|----------------------|-------------------|--------------|-------------------|-----------------|---------------------------------|
| 20/7/2023 | 7.1669 | 14,981 | 4.5439 | 268.12 | 81.959 | 4.7918 | 99.94 | 75.51 |

Edible Oil Spot Prices at key Markets:

| Commodity | Centre | Prices (Per 10 Kg) | | Change |
|---------------------|----------------------------|--------------------|-----------|-----------|
| | | 20-Jul-23 | 19-Jul-23 | |
| Refined Soybean Oil | Indore | 945 | 935 | 10 |
| | Indore (Soy Solvent Crude) | 900 | 880 | 20 |
| | Mumbai | 970 | 960 | 10 |
| | Mumbai (Soy Degum) | 925 | 905 | 20 |
| | Kandla/Mundra | 940 | 930 | 10 |
| | Kandla/Mundra (Soy Degum) | 860 | 840 | 20 |
| | Kolkata | 970 | 955 | 15 |
| | Nagpur | 955 | 945 | 10 |
| | Rajkot | 930 | 915 | 15 |
| | Kota | 960 | 940 | 20 |
| | Akola | 950 | 940 | 10 |
| | Amrawati | 950 | 940 | 10 |
| | Bundi | 970 | 950 | 20 |
| | Jalna | 960 | 950 | 10 |

| | | | | |
|------------------------------|--|------|------|------|
| | Solapur | 940 | 925 | 15 |
| | Dhule | 945 | 940 | 5 |
| | Nanded | 940 | 925 | 15 |
| | Latur | 940 | 925 | 15 |
| | Argentina Crude Soya (CIF India) USD | 1083 | 1044 | 39 |
| | Argentina Crude Soya (FOB) | 1013 | 974 | 39 |
| | | | | |
| Palm Oil | Kandla (Crude Palm Oil) | 845 | 830 | 15 |
| | Kandla (RBD Palm oil) | 860 | 850 | 10 |
| | Kandla RBD Palmolein | 865 | 855 | 10 |
| | Kakinada (Crude Palm Oil) | 815 | 797 | 18 |
| | Kakinada RBD Palmolein | 855 | 850 | 5 |
| | Haldia Palmolein | 865 | 855 | 10 |
| | Chennai RBD Palmolein | 865 | 850 | 15 |
| | Chennai RBD Palmolein (Vitamin A&D Fortified) | 915 | 900 | 15 |
| | Krishnapattanam RBD Palmolein | 855 | 850 | 5 |
| | Mumbai RBD Palmolein | 875 | 870 | 5 |
| | Mangalore RBD Palmolein | 860 | 855 | 5 |
| | Tuticorin (RBD Palmolein) | 927 | 912 | 15 |
| | Mumbai (Refined) | 870 | 870 | Unch |
| | Rajkot (Refined) | 855 | 855 | Unch |
| | Chennai (Refined) | 860 | 850 | 10 |
| | Hyderabad (Refined) | 915 | 895 | 20 |
| | RPS (Kandla) | 770 | 760 | 10 |
| | Super olien (Kandla) | 900 | 895 | 5 |
| | Super olien (Mumbai) | 900 | 895 | 5 |
| | Kochi (RBD Palmolein) | 895 | 895 | Unch |
| | Krishnapatnam (Crude Palm Oil) | 815 | 797 | 18 |
| | Kolkata (Crude Palm Oil) | 860 | 850 | 10 |
| | | | | |
| Refined Sunflower Oil | Chennai (Refined) | 910 | 910 | Unch |
| | Chennai (Crude) | 845 | 845 | Unch |
| | Mumbai (Refined) | 970 | 950 | 20 |
| | Mumbai (Expeller Oil) | 870 | 860 | 10 |
| | Kandla (Refined) | 930 | 920 | 10 |
| | Hyderabad (Refined) | 950 | 915 | 35 |
| | Hyderabad (Expeller) | 900 | 875 | 25 |
| | Latur (Refined) | 940 | 940 | Unch |
| | Latur (Expeller Oil) | 875 | 875 | Unch |
| | Chellakere (Expeller Oil) | 845 | 845 | Unch |

| | | | | |
|--------------------------|------------------------------------|------|------|------|
| | Erode (Expeller Oil) | 950 | 950 | Unch |
| | Kakinada (Refined) | 940 | 920 | 20 |
| | Krishna Pattanam (Refined) | 940 | 920 | 20 |
| | | | | |
| Groundnut Oil | Rajkot | 1900 | 1900 | Unch |
| | Chennai | 1650 | 1650 | Unch |
| | Hyderabad * | 1600 | 1500 | 100 |
| | Mumbai | 1800 | 1780 | 20 |
| | Gondal | 1900 | 1875 | 25 |
| | Jamnagar | 1900 | 1875 | 25 |
| | Gujarat GN Telia | 2990 | 2950 | 40 |
| | | | | |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil) | 1050 | 1035 | 15 |
| | Jaipur (Kacchi Ghani Oil) | 1070 | 1070 | Unch |
| | Kota (Expeller Oil) | 1060 | 1040 | 20 |
| | Kota (Kacchi Ghani Oil) | 1111 | 1080 | 31 |
| | Neewai (Expeller Oil) | 1055 | 1040 | 15 |
| | Neewai (Kacchi Ghani Oil) | 1075 | 1075 | Unch |
| | Bharatpur (Kacchi Ghani Oil) | 1090 | 1080 | 10 |
| | Sri-Ganga Nagar (Exp Oil) | 1070 | 1060 | 10 |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 1095 | 1090 | 5 |
| | Mumbai (Expeller Oil) | 1070 | 1070 | Unch |
| | Kolkata (Expeller Oil) * | 1230 | 1235 | -5 |
| | Kolkata (Kacchi Ghani Oil) | 1130 | 1120 | 10 |
| | Hapur (Expeller Oil) | 1100 | 1105 | -5 |
| | Hapur (Kacchi Ghani Oil) | 1120 | 1130 | -10 |
| | Agra (Kacchi Ghani Oil) | 1110 | 1100 | 10 |
| | | | | |
| Refined Cottonseed Oil | Rajkot | 965 | 955 | 10 |
| | Mumbai | 970 | 960 | 10 |
| | Gujarat Cotton Wash | 915 | 920 | -5 |
| | | | | |
| Coconut Oil | Kangayam (Crude) | 1300 | 1300 | Unch |
| | Cochin | 1230 | 1240 | -10 |
| | | | | |
| Vanaspati Oil | Kolkata | 1465 | 1460 | 5 |
| | | | | |
| Sesame Oil | Mumbai | 2550 | 2550 | Unch |
| | | | | |
| Rice Bran Oil | Mumbai (Refined 4%) | 915 | 910 | 5 |
| | Bhatinda (Crude 4%) | 795 | 795 | Unch |



| | | | | |
|---|-----------------------|-----------|-----------|--------|
| | Bhatinda (Refined 4%) | 910 | 910 | Unch |
| | Hyderabad (Crude) | 825 | 820 | 5 |
| | Hyderabad (Refined) | 950 | 950 | Unch |
| | Kolkata (Crude) | 850 | 850 | Unch |
| | Kolkata (Refined) | 915 | 910 | 5 |
| | Raipur (Crude) | 875 | 870 | 5 |
| | Vijayawada (Refined) | 950 | 950 | Unch |
| | | | | |
| Malaysia Palmolein USD/MT | FOB | 910 | Closed | - |
| | CNF India | 925 | Closed | - |
| | CNF India | 955 | Closed | - |
| RBD Palm Stearin (Malaysia Origin Rs. /10Kg) | FOB | - | 860 | - |
| Crude palm Kernel Oil India (USD/MT) | CNF India | - | 885 | - |
| Ukraine Origin CSFO USD/MT Kandla | CIF | 980 | 970 | 10 |
| | | | | |
| Argentina FOB (\$/MT) *(Official FOB prices fix by Undersecretariat of Argentina) | | 19-Jul-23 | 18-Jul-23 | Change |
| Crude Soybean Oil Ship | | 990 | 955 | 35 |
| Refined Soy Oil (Bulk) Ship | | 1025 | 988 | 37 |
| Sunflower Oil Ship | | 895 | 895 | Unch |
| * Indicates including GST | | | | |

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