

# Veg. Oil Weekly Research Report

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### *Executive Summary*

#### *Domestic Veg. Oil Market Summary*

*Edible oil prices featured downtrend during this week in domestic market. CBOT soy oil and BMD palm oil prices quoted sideways trend during the week. Palm oil, Soy oil, Coconut oil, and Groundnut oil traded down. Mustard oil traded up and Sunflower oil was steady.*

*On the currency front, Indian rupee is hovering near 75.70 against 75.35 previous weeks. Rupee expected to depreciate while crude oil prices expected to trade sideways.*

*We expect Palm oil to trade up and Soy oil to trade sideways on strong fundamentals.*

#### *Outlook:*

*Weekly Call -: In NCDEX, Market participants are advised to go short in RSO below 1185 level with a target of 1175 and 1165 with stop loss at 1190. We expect Refined soy oil Indore (without GST) is likely to stay in the range of Rs 1180-1250 per 10 Kg.*

*In MCX, Market participants are advised to go short in CPO below the level of 1105 with a target of 1095 and 1085 with stop loss at 1110. We expect, Crude palm oil (without GST) is likely to stay in the range of Rs 1090-1140 per 10 Kg.*

#### *International Veg. Oil Market Summary*

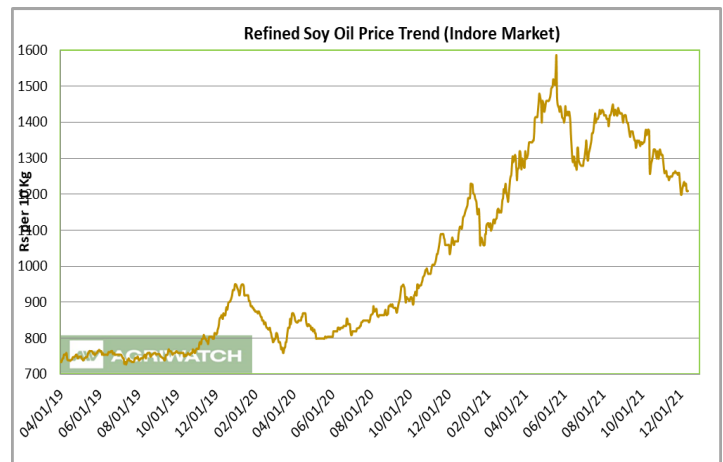
*On the international front, rising US Soy oil stock, yields of US Soybean crop, Soybean sowing in Brazil and Argentina, Biodiesel demand, China's demand, crude oil prices will underpin soy oil prices in coming days.*

*Rise in competing oil prices, falling production in Indonesia and Malaysia, demand from China and India and rise in use of biofuel of crude oil are all likely to underpin CPO prices in near term.*

### Soy oil Fundamental Analysis and Outlook:-

#### Domestic Front

- Soy oil featured downtrend at its benchmark market for the week in review following downtrend in international soy oil price.
- CBOT Soy oil corrected downwards as U.S. Environmental Protection Agency revised biofuel volumes downwards for year 2020 and 2021.
- Argentina FOB prices were also down following CBOT soy oil.
- Soybean oil prices are moving in range of 1200-1235 Rs in past week following correction in Argentina soy oil prices.
- UP Government stated the limits for Retailer at 10 quintals to 250 quintals. Limits for wholesalers stand at 50 quintals to 500 quintals. Telangana governments has laid out stock limits: limits for Retailer are up to 100 quintals, Stock limits for wholesalers are at 370 quintals to 5500 quintals and for Manufactures and Producers one month's production capacity or 3 years production average per month, whichever is higher.
- Import duty on Crude Soy oil, crude palm oil, and crude sunflower oil is slashed to zero, while refined oil of soy oil, palm oil, and sunflower oil duty stands at 17.5 percent from 32.5 percent. Agriculture cess on crude palm oil is revised to 7.5 percent and cess on crude soy oil and crude sunflower oil stands at 5 percent.
- According to Solvent Extractors Association (SEA), India's October edible oil imports fell 14.29 percent y-o-y to 10.49 lakh tons from 16.98 lakh tons in October 2020. Palm oil imports fell 9.81 percent y-o-y to 6.84 lakh tons from 7.58 lakh tons in October 2020. CPO imports fell 16.86 percent y-o-y in October 2021 to 6.26 lakh tons from 7.53 lakh tons in October 2020. RBD palmolein import fell to 0.58 lakh tons in October 2021 compared to 0.05 lakh tons imports in October 2020. Soy oil imports fell 22.02 percent in October y-o-y to 2.16 lakh tons from 2.77 lakh tons in October 2020. Sunflower oil imports fell 31.76 percent in October y-o-y to 1.16 lakh tons from 1.70 lakh tons in October 2020. Rapeseed (canola) oil stood at 19,125 tons imports in October compared to zero imports in last year for same period.
- According to Solvent Extractors Association (SEA), India's November edible oil stocks at ports and pipelines fell by 14.96 percent m-o-m to 17.05 lakh tons from 20.05 lakh tons in October 2021. Stocks of edible oil at ports in October is estimated at 565,000 tons (CPO 190,000 tons, RBD Palmolein 165,000, Degummed Soybean Oil 110,000 tons, Crude Sunflower Oil 85,000 tons and Rapeseed Oil 15,000 tons) and pipeline stock at 1,140,000 tons. Stocks at ports were 845,000 tons and in pipelines were 1,160,000 tons, in October 2021. India is



presently holding 21 days of edible oil requirement on 1st October, 2021 at 17.05 lakh tons compared to 30 days of requirements of 20.05 lakh tons on 1st October 2021. India held 15.78 lakh tons of stocks in ports and pipelines on 1st November 2020. India's monthly edible oil requirement is 21.0 lakh tons.

- Soy oil import scenario – According to SEA, Soy oil imports fell 22.02 percent in October y-o-y to 2.16 lakh tons from 2.77 lakh tons in October 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), soy oil for period of Nov.20- Nov'21 saw fall in imports to 28.65 lakh tons compared to 33.84 lakh tons in corresponding period last oil year, low by 15.33 percent.
- Imported crude soy oil CNF at West coast port offered at USD 1458 (USD 1450) per ton for Nov delivery, Dec is delivery quoted at USD 1475 (USD 1455) per ton. Values in brackets are figures of last week. Last month, CNF CDSO Nov average price was USD 1458.13 (USD 1450.48.69 per ton in Oct 2021) per ton. Soy refined (Indore) quoted at Rs 1215 (Rs 1260 last week) per 10 kg.
- On the parity front, margins fell slightly during the week after sideways trend in prices of soy oil in international markets. We expect margins to retain parity in coming days.

#### International Front

- CBOT soy oil is following crude oil prices and is affected by it.
- CBOT Soy oil prices corrected downwards as US EPA proposes cut in biofuel mandate. The U.S. Environmental Protection Agency (EPA), set total renewable fuel volumes at 17.13 billion gallons for 2020, down from previously set volume for last year of 20.09 billion gallons. The volumes set for year 2021 is 18.52 billion gallons and for year 2022 volumes is 20.77 billion gallons.
- Dry weather due to La Nina is affecting soybean crop condition in southern Brazil states, Rio Grande do Sul is majorly affected. Argentina is also expecting 25 percent less than normal rainfall in December.
- China diverts to Brazil for Soybean imports as US delays the shipments.
- The downward revision of US's Agriculture exports for year 2022 is also pressuring prices downwards.
- Earlier, CBOT Soy oil prices were up as USDA WASDE report forecasted bullish momentum by estimating lower yield for November supporting price movement.
- Demand for soy oil is getting firm. China's demand is getting firm which will underpin prices.
- China's tight supply side and robust demand led to 10 months hike in crush margin.
- Brazil soybean planting is progressing faster than last year. Brazil has covered 24.4 percent of area compared to 9.2 percent area coverage in last year. Brazil received rainfall past week which will improve soil moisture
- According to UDSA, as on 15th Nov, 92% US soybean has been harvested vs 95% last year and 93% five-year average.

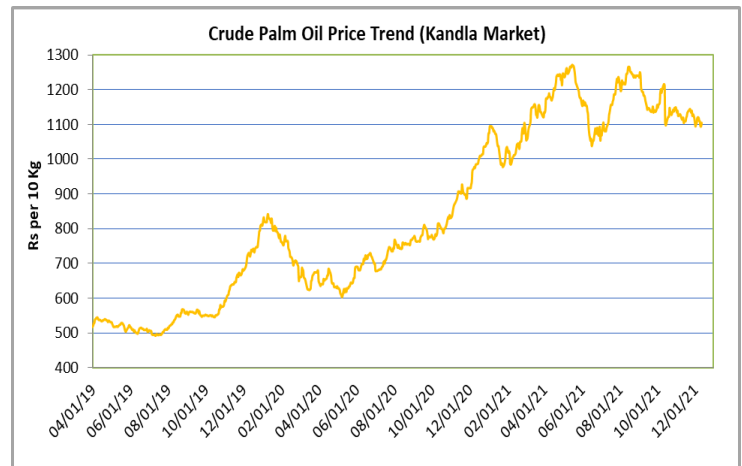
- As on 18th Nov, according to Buenos Aires Grains Exchange, Argentina's Soybean sowing has commenced and 28.6% sowing have been completed Vs 31.3% last year same period and 31.5% five-year average. farmers are expected to sow 16.5 million hectares, the smallest in the last 15 years.
- According to Ag Rural, Brazilian soybeans sowing is going on, 78% of the soybeans had been planted compared to 70% same period last year and 67% average.
- According to United States Department of Agriculture (USDA) November estimate, U.S 2020/21 ending stocks of soy oil estimate has been increased to 1,912 million lbs compared to 1,798 million lbs in October estimate. Opening stocks is increased to 2,177 million lbs compared to 2,063 million lbs last month. Production of soy oil in November is kept same as last month at 25,535 million lbs. Imports are kept same at 450 million lbs. Biofuel is kept same at 11,000 million lbs. Food, feed and other industrial use is also stable 14,000 million lbs. Exports is also stable at 1,250 million lbs. Average price range estimate of November is same as of October at 65.0 cents per lb.
- The U.S. Department of Agriculture monthly supply and demand report for the month of November forecasts U.S. 2020/21 soybean end stocks at 340 million bushels higher than previous estimate of 320 million bushels. Opening stocks in November 2020/21 have been kept same as last month at 175 million bushels. Soybean production in November estimate is increased to 4,425 million bushels compared to 4,448 million bushels in October. U.S. soybean exports estimate in November have been decrease to 2,050 million bushels compared to 2,090 million bushels in October. Import's estimate is kept same as last month at 15 million bushels. Crushing have kept same as last month at 2,190 million bushels. Seed use in 2020/21 is lowered to 102 million bushels compared to 104 million bushels. Residual use is kept unchanged at 15 million bushels. Average price range is lowered to 12.10 cents/bushel compared to 12.35 cents/bushel October month's estimate.

**Price Outlook:** We expect refined soy oil (without GST) at Indore to stay in the range of Rs 1180-1250 per 10 Kg in the near term.

### Palm oil Fundamental Analysis and Outlook :-

#### Domestic Front

- Crude palm oil (CPO) witnessed downtrend in prices at its benchmark market at Kandla.
- Domestic prices are moving sideways in the range of 1100- 1150 Rs. as demand is slow.
- International Prices will be underpinned by Malaysia's low production in November and high export demand leading to lower end stock.
- UP Government stated the limits for Retailer at 10 quintals to 250 quintals. Limits for wholesalers stand at 50 quintals to 500 quintals. Telangana governments has laid out stock limits: limits for Retailer are up to 100 quintals, Stock limits for wholesalers are at 370 quintals to 5500 quintals and for Manufactures and Producers one month's production capacity or 3 years production average per month, whichever is higher.
- The government of India revised Basic Custom Duty and Agricultural Cess on Edible oil to curb rising prices. Despite consecutive revisions in import duties prices were moving up. Import duty on Crude Soy oil, crude palm oil, and crude sunflower oil is slashed to zero, while refined oil of soy oil, palm oil, and sunflower oil duty stands at 17.5 percent from 32.5 percent. Agriculture cess on crude palm oil is revised to 7.5 percent and cess on crude soy oil and crude sunflower oil stands at 5 percent.
- CDSO CNF premium over CPO CNF and CDSO soy oil high seas over CPO high seas is high, may result in rise in CPO demand and imports. CPO discount over sunflower oil at CNF and domestic markets is high and may increase its demand and imports.
- According to Solvent Extractors Association (SEA), India's October edible oil imports fell 14.29 percent y-o- y to 10.49 lakh tons from 16.98 lakh tons in October 2020. Palm oil imports fell 9.81 percent y-o-y to 6.84 lakh tons from 7.58 lakh tons in October 2020. CPO imports fell 16.86 percent y-o-y in October 2021 to 6.26 lakh tons from 7.53 lakh tons in October 2020. RBD palmolein import fell to 0.58 lakh tons in October 2021 compared to 0.05 lakh tons imports in October 2020. Soy oil imports fell 22.02 percent in October y-o-y to 2.16 lakh tons from 2.77 lakh tons in October 2020. Sunflower oil imports fell 31.76 percent in October y-o-y to 1.16 lakh tons from 1.70 lakh tons in October 2020. Rapeseed (canola) oil stood at 19,125 tons imports in October compared to zero imports in last year for same period.
- According to Solvent Extractors Association (SEA), India's November edible oil stocks at ports and pipelines fell by 14.96 percent m-o-m to 17.05 lakh tons from 20.05 lakh tons in October 2021. Stocks of edible oil at ports



in October is estimated at 565,000 tons (CPO 190,000 tons, RBD Palmolein 165,000, Degummed Soybean Oil 110,000 tons, Crude Sunflower Oil 85,000 tons and Rapeseed Oil 15,000 tons) and pipeline stock at 1,140,000 tons. Stocks at ports were 845,000 tons and in pipelines were 1,160,000 tons, in October 2021. India is presently holding 21 days of edible oil requirement on 1st October, 2021 at 17.05 lakh tons compared to 30 days of requirements of 20.05 lakh tons on 1st October 2021. India held 15.78 lakh tons of stocks in ports and pipelines on 1st November 2020. India's monthly edible oil requirement is 21.0 lakh tons.

- Palm oil import scenario – According to Solvent Extractors Association (SEA), Palm oil imports in October fell 9.81 percent y-o-y to 6.84 lakh tons from 7.58 lakh tons in October 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), Palm oil for period of Nov.20- Oct'21 saw rise in imports to 83.21 lakh tons compared to 72.12 lakh tons in corresponding period last oil year, higher by 15.37 percent compared to corresponding period last oil year.
- Crude Palm oil import scenario- According to Solvent Extractors Association (SEA), CPO Imports rose 37.23 percent y-o-y in October 2021 to 8.44 lakh tons from 6.15 lakh tons in October 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), Crude palm oil for period of Nov.20- Sep'21 saw rise in imports to 68.64 lakh tons compared to 59.12 lakh tons in corresponding period last oil year, higher by 16.10 percent compared to corresponding period last oil year.
- RBD palmolein import scenario- RBD palmolein Imports rose to 3.97 lakh tons in October 2021 compared to 0.12 lakh tons imports in October 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), RBD Palmolein oil for period of Nov.20- Sep'21 saw rise in imports to 6.28lakh tons compared to 4.16 lakh tons in corresponding period last oil year.
- On the trade front, CNF CPO (Indonesian origin) at Indian port is quoted at USD 1445 (USD 1435) per ton for Nov delivery and Dec delivery is quoted at USD 1440 (USD 1395) per ton. Last month, CNF CPO Oct average price is at 1420.78 per ton (USD 1316.76 per ton in Oct 2021). Values in brackets are figures of last week. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port, offered at USD 1370 (USD 1370) per ton for Nov delivery and Dec delivery is quoted at USD 1320 (USD 1327.5) per ton. Last month, CIF RBD palmolein Sep average price is USD 1386.86 (USD 1343.56 in Oct 2021) per ton. Values in bracket depict last month quotes. Ready lift CPO duty paid prices quoted at Rs 1105 (Rs 1125) per 10. Ready lift RBD palmolein is quoted at Rs 1180 (Rs 1190) per 10 kg as on Dec 4, 2021. Values in brackets are figures of last week.
- On the parity front, margins rose for CPO while fell for RBD palm olein during this week with down trend in prices of palm oil in India markets.

### International Front

- Palm oil prices were up ahead of MPOB report on expectation of low end stock.
- Indonesia and Malaysia are expected to receive heavy rainfall in Jan-March 2022 due to La Nina which might cause flood like situation.
- Malaysia and Indonesia are in talks to send 5000- 10000 Indonesian workers to Malaysia to curb labor shortages. Agreement is yet to be signed.
- Indonesia and Malaysia have entered low production months that will maintain tight end stock and prices will sustain an uptrend.
- Recently Indonesia Government has laid out there plans to stop palm oil raw material exports in upcoming years and to focus on exporting finished palm oil products which will be beneficial to Malaysia.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's October Crude palm oil stocks fell 4.45 percent to 9.42 lakh tons compared to 9.86 lakh tons in October 2021. Production of crude palm oil in November fell by 5.27 percent to 16.34 lakh tons compared to 17.25 lakh tons in October 2021. Exports of palm oil in November rose by 3.30 percent to 14.67 lakh tons compared to 14.20 lakh tons in October 2021. Imports of palm oil in November rose to 97,092 tons from 50,450 tons of imports in previous month. Stocks of palm oil fell as expected by trade participants due to fall in production amid firm export demand.
- Production of palm oil in September rose 1.30 percent to 17.25 lakh tons compared to 17.03 lakh tons in September 2021. Exports of palm oil in October fell 12.03 percent to 14.17 lakh tons compared to 16.11 lakh tons in September 2021. Imports of palm oil in October rose to 50,450 tons from 74,992 tons of imports in previous month. Stocks of palm oil rose to trade expectation of rise in stocks due to fall in exports.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's September Crude palm oil stocks fell 2.27 percent to 9.30 lakh tons compared to 9.52 lakh tons in August 2021. Production of palm oil in September fell 0.386 percent to 17.03 lakh tons compared to 17.10 lakh tons in August 2021. Exports of palm oil in September rose 36.83 percent to 15.97 lakh tons compared to 11.67 lakh tons in July 2021. Imports of palm oil in September fell to 74,992 tons from 91,408 tons of imports in previous month. Stocks of palm oil fell to trade expectation of fall in stocks due to high exports.
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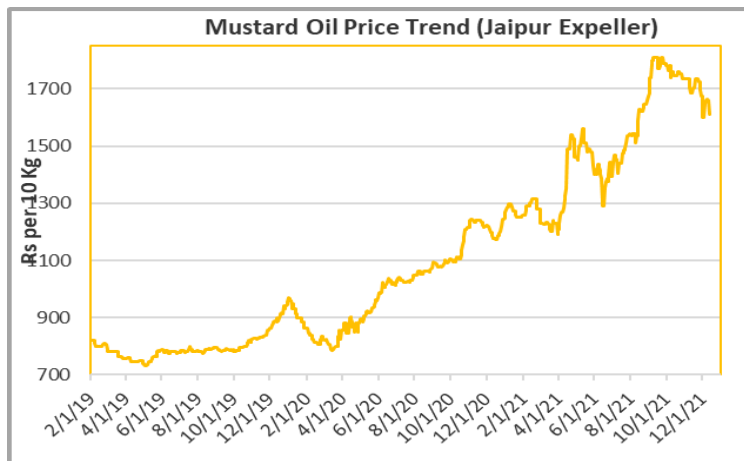
**Price Outlook:** We expect CPO Kandla 5 percent (without GST) to stay in the range of Rs 1090-1140 per 10 Kg in the near term.



## Rapeseed oil Fundamental Review and Analysis-

### Domestic Front

- Mustard oil prices traded sideways for the previous week in review.
- Buying from millers has slowed down and is expected the prices will correct downwards in coming days.
- Rajasthan Government have declared stock limit for edible oil and oil seeds. Stock limit for Mustard seed, Toria, Taramira and Rayda is laid out as Wholesaler 2000 Qtl and Retailer 100 Qtl. Stock limit for Mustard oil, Toria oil, Rayda oil and Taramira oil is laid out as Wholesaler 300 Qtl and Retailer 10 Qtl.
- Mustard seed arrivals increased in market after stock limit was declared led to firm buying when prices correct.
- According to the data released by SEA, India imported 19,125 tons of rapeseed oil during October month this year. Rapeseed oil imports amid tight supply has provided some slack on supply side, while firm demand has underpinned the prices.
- According to GOI, as on 03rd Dec, All India Mustard sowing is up by 31.7% at 72.06 Lakh Ha compared with 54.72 Lakh Ha last year.
- According to Department of agriculture, Rajasthan, as on 09th Dec, Rapeseed Mustard sowing is up by 39% and stood at 33.42 lakh hectare vs 23.03 lakh hectare last year same period
- Premium of Jaipur kacchi ghani rapeseed oil over refined soy oil in domestic market is at Rs 480 per 10 Kg compared to Rs 480 per 10 Kg last week.
- Jaipur kacchi ghani rapeseed oil premium over RBD palmolein is at Rs 535 per 10 kg compared to Rs 545 per 10 Kg last week.
- Currently, RM oil at Jaipur market, (expeller) is offered at Rs 1,660 (Rs 1,650) per 10 Kg, and at Kota market, it is offered at Rs 1,550 (Rs 1,570) per 10 kg as on December 11, 2021. Values in brackets are figures of last week.

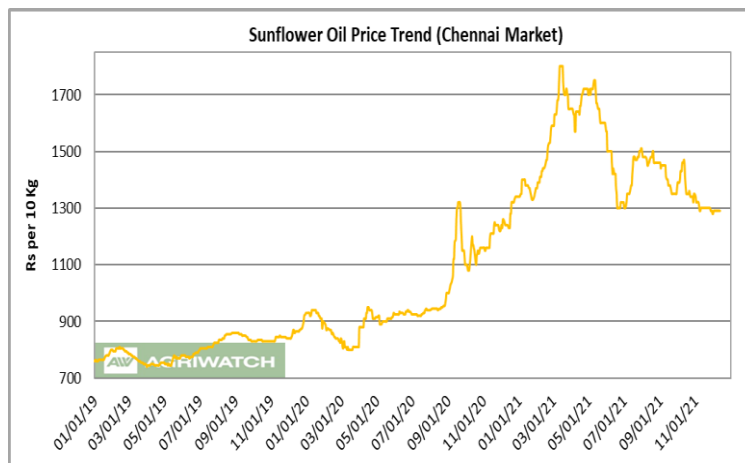


**Price Outlook:** Rapeseed Expeller oil (without GST) prices in Jaipur may stay in the range of Rs 1600-1660 per 10 Kg.

## Sunflower oil Fundamental Review and Analysis:-

### Domestic Front

- Sunflower oil price traded steady for the previous week in review in Chennai market.
- Prices are firm backed by rising international prices.
- International prices are rising backed by firm global demand and taking cue from rising prices of competing oils.
- Domestic prices are also supported by low October month's sun oil import.



- Government have scraped off import duty on crude sun oil from 2.5 percent. While, import duty on refined sun oil was revised down to 17.5 percent from 32.5 percent.
- According to APK Inform, EFKO Group of Companies at the international Middle East Grains Oils Congress, estimates Russia to export 3.7 MT of sunflower crude oil in 2021/22 year. India is to remain third highest importer of Russia's sun crude oil with estimated quantity at 4.8 MT.
- In domestic market, sunflower oil prices premium over soy oil is at Rs 35 (Rs 25 last week) per 10 kg, At present discount of sunflower oil over soy oil at CNF markets is at USD 96 ( discount of USD 34 last week) per ton which indicates that sunflower oil prices is covering with soy oil at domestic markets and while diverging at CNF markets.

In domestic market, refined sunflower oil (Chennai) premium over RBD palmolein (Kandla) is at Rs 100 (Rs 150) per 10 kg which is low compared to last week and will support sunflower oil in domestic market.

In domestic market, Sunflower oil (Chennai) is at discount over Groundnut oil at Chennai market is at Rs 35 (discount of Rs 50 last week) per 10 kg will support sunflower oil prices.

- Sunflower oil imports scenario- According to Solvent Extractors Association (SEA), Sunflower oil imports fell y-o-y in October 2021 to 1.16 lakh tons from 1.70 lakh tons in October 2020 and on m-o-m comparison imports are down compared to 1.81 lakh tons in September 2021.
- On the trade front, CIF sunflower oil prices (Ukraine origin) at West coast of India quoted at USD 1480 (USD 1465 per ton for Nov delivery and Dec delivery quoted at USD 1475 (USD 1455) per ton. CNF sun oil (Ukraine origin) Nov monthly average was at USD 1467.39 per ton compared to USD 1454.04 per ton in Oct. Prices are likely to stay in the range of USD 1420-1460 per ton in the near term. Values in brackets are figures of last week.



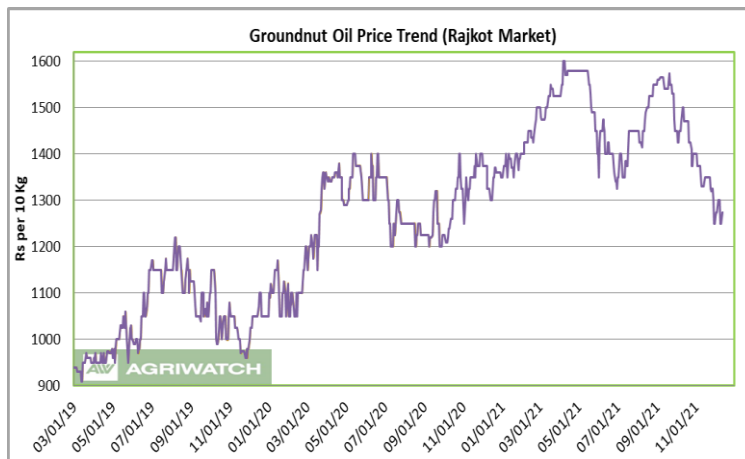
- Currently, refined sunflower oil at Chennai market is Rs 1,290 (Rs 1,290) per 10 Kg, and at Kandla/Mudra market, it is offered higher at Rs 1270 (Rs 1280) per 10 kg as on December 11, 2021. Values in brackets are figures of last week.
- We expect sunflower oil prices to trade sideways in the coming days.

**Price Outlook:** Sunflower oil (without GST) prices in Chennai may stay in the range of Rs 1270-1350 per 10 Kg.

### Groundnut oil Fundamental Review and Analysis:-

#### Domestic Front

- Groundnut oil market prices showed downtrend in the previous week.
- Prices corrected downwards as seed arrival increased in market and demand slowed down.
- Prices are expected to remain sideways as farmers are releasing their produce slowly.
- Despite higher crop production in Gujarat, arrivals have tightened on expectation of higher prices in later months.
- Groundnut's Kharif Gujarat crop production is estimated higher, while overall groundnut production is expected to be smaller compared to last year (85.56 lakh tons).
- Groundnut rabi sowing is higher at 2.70 lakh Ha compared to 2.15 La Ha last year for same timeframe.
- Groundnut oil exports scenario- India exported 1,109.84 tons Groundnut oil in September 2021 v/s 9,387.35 tons export in September 2020 lowered by 88.18 percent. It was mainly exported to China at 960.79 tons.
- On the price front, currently the groundnut oil prices in Rajkot is Rs 12,500 (Rs 12,750) per quintal and it was Rs 13,500 (Rs 13,400) per quintal in Chennai market on December 11, 2021. Values in brackets are figures of last week.

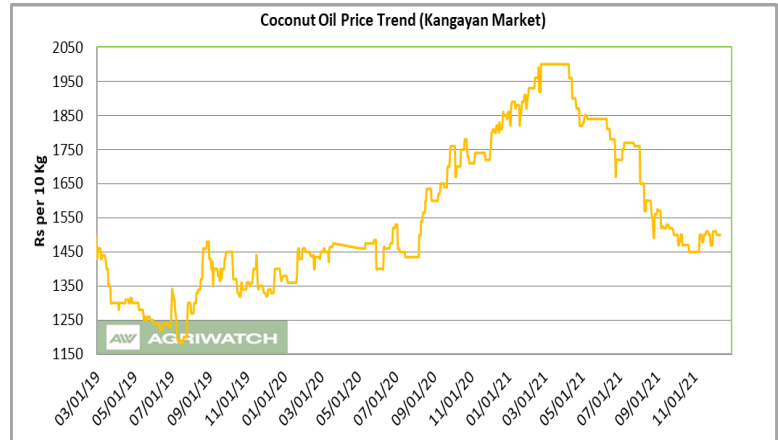


#### Price Outlook:

Groundnut oil (without GST) in Rajkot market is likely to trade in the price band of Rs 1250-1325 per 10 Kg

**Coconut Oil Fundamental Review and Analysis:-****Domestic Front**

- The Coconut oil prices at benchmark market of Kangayan were steady.
- The demand is slow despite low prices.
- Copra prices were also steady for the week due to slow demand.
- Demand of coconut oil in home consumption is slow as cheaper oils are available.



Demand of coconut oil in Cosmetic

Industry are slow and expected to get back to normal as demand is firing up.

Millers operating capacity has also slowed down amid sluggish demand in food and industrial segment and branded segment.

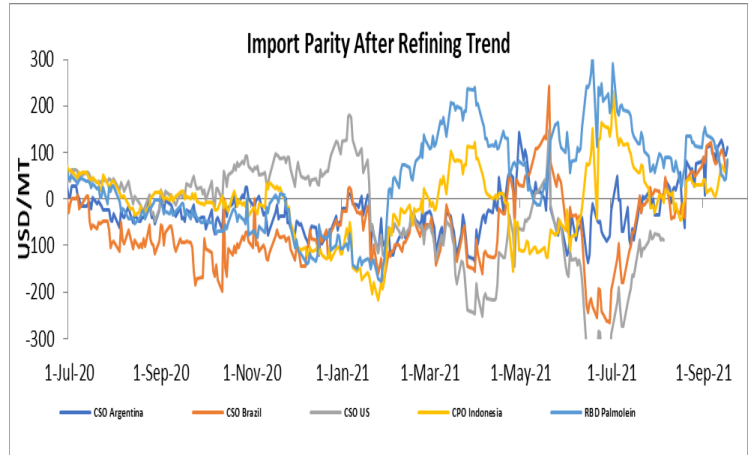
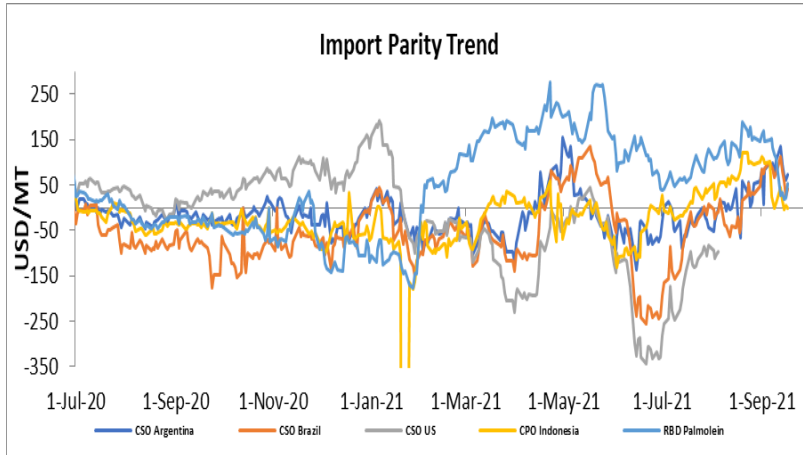
Coconut oil prices are expected to be sideways in days ahead.

- Coconut oil exports scenario- India exported 1,410.41 tons Coconut oil in September 2021 v/s 1,1219.91 tons export in September 2020.
- On the price front, currently the coconut oil prices in Kochi are hovering remain at Rs 16,100 (Rs 16,300) per quintal and was quoted at 15,000 (Rs 15,100) per quintal in Erode market on December 11, 2021.

**Price Outlook:** Coconut oil (without GST) prices in Erode may stay in the range of Rs 1460-1550 per 10 Kg.

### Import Parity Trend

### Import Parity After Refining in US dollar per ton (Weekly Average)



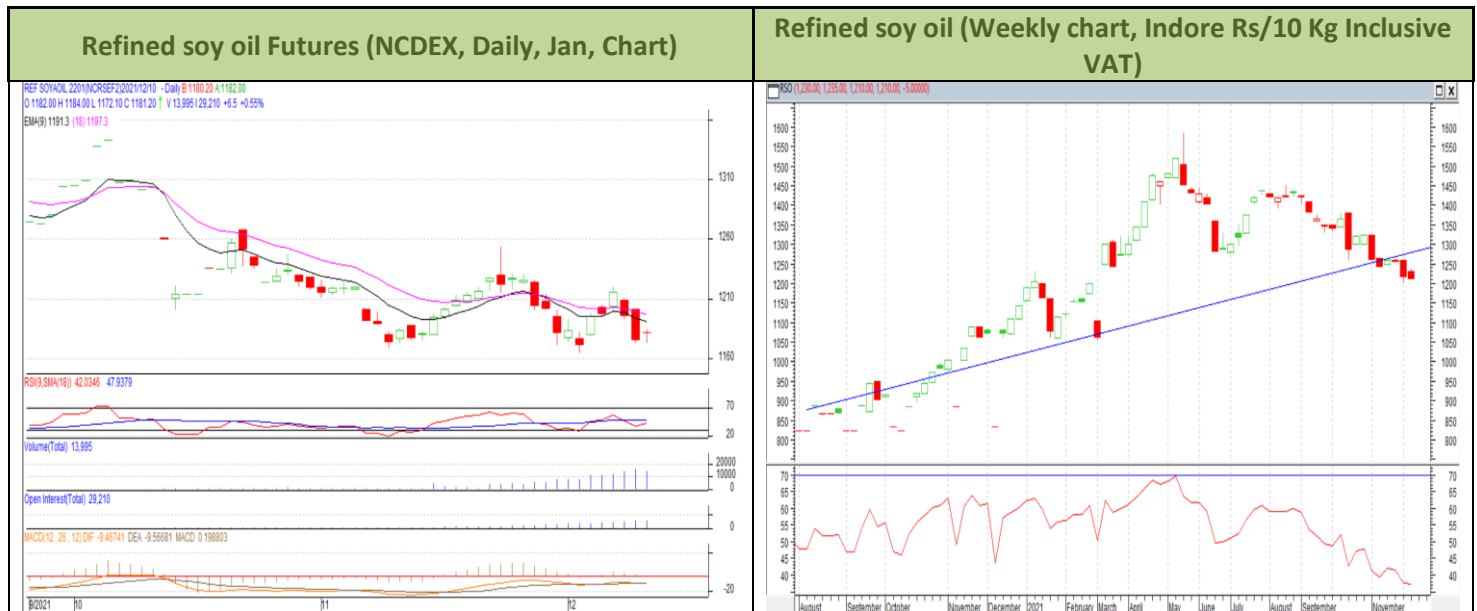
	CSO Argentina	CSO Brazil	CPO Indonesia	RBD Palm olein
<b>Nov 22-Nov 28, 2021</b>	100.56	92.71	13.49	122.31
<b>Nov 29-Dec 5, 2021</b>	108.47	83.88	69.06	53.93
<b>Dec 6-Dec 12, 2021</b>	71.81	87.97	31.68	136.15

### Outlook:-

Refining margins for CSO Argentina achieved parity compared previous months as prices of soy oil in international markets traded sideways on back of downgrade in crop condition in US and rains in parts of US. We expect soy oil refining margin to retain parity for the present month.

Refining margin parity rose for CPO. RBD palm olein refining margin parity is lower than CPO parity. CPO parity rose as demand rose amid correction in import duty. We expected CPO to retain parity in medium term.

### Technical Analysis (Refined soy oil)



**Outlook – Refined soybean oil witnessed downtrend during the week in review and is likely to trade sideways in the coming week.**

- Daily chart of refined soy oil at NCDEX depicts sideways trend during the upcoming week in review. We expect prices to trade sideways.
- Prices may hover between 1180-1250 levels.
- Expected price band for next week is 1165-1200 level in near to medium term. RSI and MACD are in neutral zone.

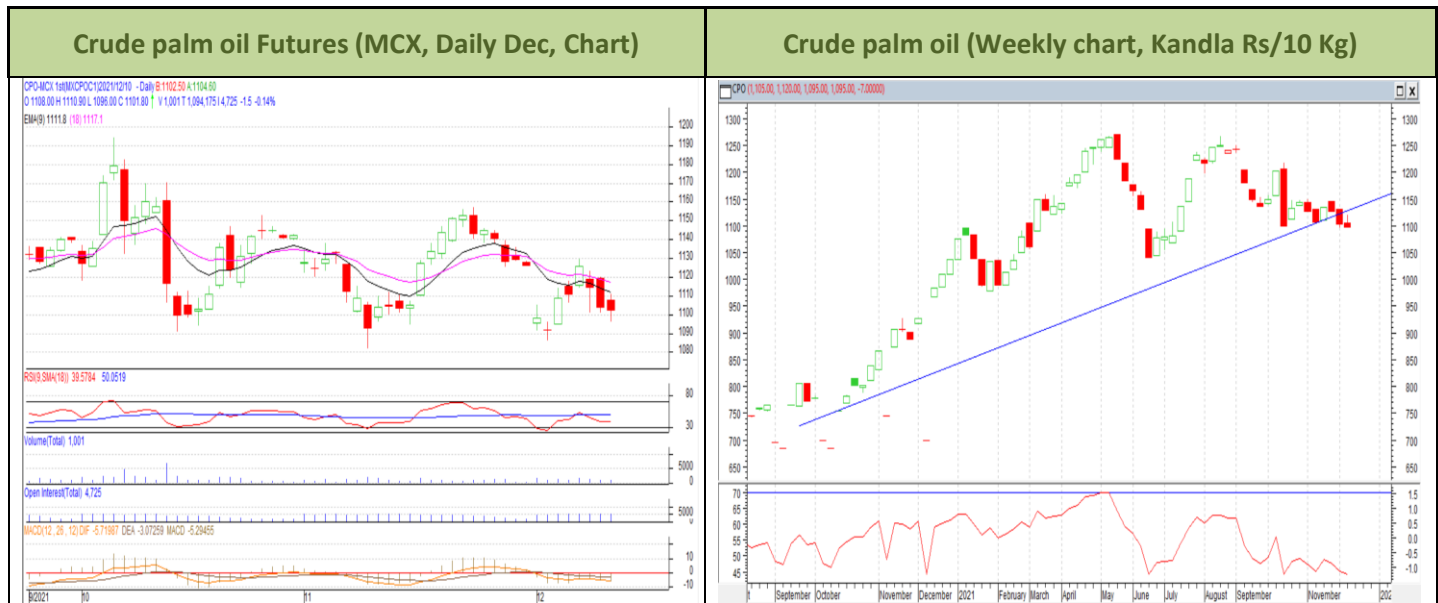
**Strategy:** Market participants are advised to go short in RSO below 1185 for a target of 1175 and 1165 with a stop loss at 1190 on closing basis.

#### RSO NCDEX (Jan)

Support and Resistance				
S2	S1	PCP	R1	R2
1143.53	1162.37	1181.2	1209.77	1238.33

**Spot Market outlook:** Refined soy oil Indore (without GST) is likely to stay in the range of Rs 1180-1250 per 10 Kg.

### Technical Analysis (Crude Palm oil)



**Outlook – Kandla Daily CPO spot prices showed down trend in prices during the week. We expect that CPO Dec contract to trade sideways.**

- Candlestick in weekly chart of crude palm oil at MCX depicts sideways trend in the prices. We expect the commodity to trade sideways in the near term.
- Price may range from Rs 1090-1140.
- Expected price band for next week is 1080-1120 level. RSI and MACD are in neutral zone.

**Strategy:** Market participants are advised to go short in CPO below 1105 for a target of 1095 and 1085 with a stop loss at 1110 on closing basis.

#### CPO MCX (Dec)

Support and Resistance				
S2	S1	PCP	R1	R2
1055.47	1075.73	1101.8	1122.07	1142.33

**Spot Market outlook:** Crude palm oil (without GST) is likely to stay in the range of Rs 1090-1140 per 10 Kg.



Veg. Oil Prices at Key Spot Market
**Edible Oil Spot Prices at key Markets:**

Commodity	Centre	Prices (Per 10 Kg)		Change
		11-Dec-21	4-Dec-21	
Refined Soybean Oil	Indore	1210	1215	-5
	Indore (Soy Solvent Crude)	1170	1160	10
	Mumbai	1220	1225	-5
	Mumbai (Soy Degum)	1165	1165	Unch
	Kandla/Mundra	1205	1200	5
	Kandla/Mundra (Soy Degum)	1165	1164	1
	Kolkata	1230	1225	5
	Delhi	1453	1400	53
	Nagpur	1240	1230	10
	Rajkot	1160	1160	Unch
	Kota	1200	1200	Unch
	Akola	1230	1225	5
	Amrawati	1240	1220	20
	Bundi	1210	1210	Unch
	Jalna	1225	1230	-5
	Solapur	1215	1220	-5
	Dhule	1220	1230	-10
	Nanded	1210	1220	-10
	Latur	1215	1220	-5
	Argentina Crude Soya (CIF India) USD	1403	1435	-32
	Argentina Crude Soya (FOB)	1363	1363	Unch
Palm Oil*	Kandla (Crude Palm Oil)	1095	1105	-10
	Kandla (RBD Palm oil)	1145	1145	Unch
	Kandla RBD Pamolein	1165	1160	5
	Kakinada (Crude Palm Oil)	1085	1080	5
	Kakinada RBD Pamolein	1175	1165	10
	Haldia Pamolein	1160	1160	Unch
	Chennai RBD Pamolein	1185	1170	15
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1237	1228	9
	Krishnapattanam RBD Pamolein	1170	1160	10
	Mumbai RBD Pamolein	1180	1180	Unch
	Mangalore RBD Pamolein	1190	1180	10
	Mumbai (Refined)	1175	1170	5
	Rajkot (Refined)	1185	1160	25
	Chennai (Refined)	1195	1175	20
	Hyderabad (Refined)	1190	1180	10

	PFAD (Kandla)	945	940	5
	RPS (Kandla)	1095	1085	10
	Superolien (Kandla)	1195	1195	Unch
	Superolien (Mumbai)	1210	1210	Unch
	Kochi (RBD Palmolein)	-	1197	-
	Krishnapattanam (Crude Palm Oil)	1085	1080	5
Refined Sunflower Oil	Chennai (Refined)	1290	1290	Unch
	Chennai (Crude )	1220	1220	Unch
	Mumbai (Refined)	1280	1280	Unch
	Mumbai(Expeller Oil)	1180	1190	-10
	Kandla (Refined)	1270	1280	-10
	Hyderabad (Refined)	1310	1290	20
	Hyderabad (Expeller)	1250	1240	10
	Latur (Refined)	1240	1240	Unch
	Latur (Expeller Oil)	1190	1190	Unch
	Chellakere (Expeller Oil)	1230	1230	Unch
	Erode (Expeller Oil)	1320	1330	-10
	Kakinada (Refined)	1280	1280	Unch
	Krishna Pattanam (Refined)	1280	1280	Unch
Groundnut Oil	Rajkot	1250	1275	-25
	Chennai	1350	1340	10
	Hyderabad *	1320	1380	-60
	Mumbai	1320	1320	Unch
	Gondal	1250	1275	-25
	Jamnagar	1250	1275	-25
	Gujarat GN Telia	2020	2050	-30
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1660	1650	10
	Jaipur (Kacchi Ghani Oil)	1690	1680	10
	Kota (Expeller Oil)	1550	1570	-20
	Kota (Kacchi Ghani Oil)	1680	1715	-35
	Neewai (Expeller Oil)	1680	1705	-25
	Neewai (Kacchi Ghani Oil)	1700	1725	-25
	Bharatpur (Kacchi Ghani Oil)	1600	1660	-60
	Sri-Ganga Nagar(Exp Oil)	1625	1670	-45
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1665	1710	-45
	Mumbai (Expeller Oil)	1700	1630	70
	Kolkata(Expeller Oil)	1760	1780	-20
	New Delhi (Expeller Oil)	1690	1710	-20
	Hapur (Expeller Oil)	1710	1750	-40
	Hapur (Kacchi Ghani Oil)	1740	1780	-40

	Agra (Kacchi Ghani Oil)	1605	1665	<b>-60</b>
<b>Refined Cottonseed Oil</b>	Rajkot	1255	1230	<b>25</b>
	Hyderabad	1240	1215	<b>25</b>
	Mumbai	1240	1220	<b>20</b>
	Gujarat Cotton Wash	1155	1185	<b>-30</b>
<b>Coconut Oil</b>	Kangayan (Crude)	1500	1510	<b>-10</b>
	Cochin	1690	1690	<b>Unch</b>
<b>Rice Bran Oil</b>	Mumbai (Refined 4%)	1190	1140	<b>50</b>
	Bhatinda (Crude 4%)	920	990	<b>-70</b>
	Bhatinda (Refined 4%)	1035	1105	<b>-70</b>
	Raipur (Crude)	1130	1080	<b>50</b>
	Raipur (Refined)	1260	1220	<b>40</b>
	Odisha (Refined)	1260	1215	<b>45</b>
	Vijayawada (Refined)	1170	1140	<b>30</b>
<b>Malaysia Palmolein USD/MT</b>	FOB	1310	1300	<b>10</b>
	CNF India	1330	1320	<b>10</b>
<b>Indonesia CPO USD/MT</b>	FOB	1365	1355	<b>10</b>
	CNF India	1380	1365	<b>15</b>
<b>Crude palm Kernel Oil India (USD/MT)</b>	CNF India	Closed	2200	<b>-</b>
<b>Ukraine Origin CSFO USD/MT Kandla</b>	CIF	1460	1450	<b>10</b>
<b>Argentina FOB (\$/MT)</b>		<b>11-Dec-21</b>	<b>4-Dec-21</b>	<b>Change</b>
<b>Crude Soybean Oil Ship</b>		1324	1364	<b>-40</b>
<b>Refined Soy Oil (Bulk) Ship</b>		1370	1412	<b>-42</b>
<b>Sunflower Oil Ship</b>		1380	1385	<b>-5</b>
<b>Cottonseed Oil Ship</b>		1304	1344	<b>-40</b>
<b>* Indicates including GST</b>				

**Note - Domestic edible oil prices are in Indian rupees per 10 Kg, CNF/FOB/CIF prices are in USD per tons.  
The prices are exclusive of GST duty.**

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