

Veg. Oil Weekly Research Report

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Executive Summary

Domestic Veg. Oil Market Summary

Edible oil prices featured rising trend during this week in domestic market. CBOT soy oil and BMD palm oil prices quoted uptrend during the week. Soy oil and Groundnut oil traded down, while Palm oil, Mustard oil, Sunflower oil and Coconut oil traded up.

On the currency front, Indian rupee is hovering near 74.27 against 74.29 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 -: SEBI has imposed ban on future trading of Soy oil and Crude palm oil.

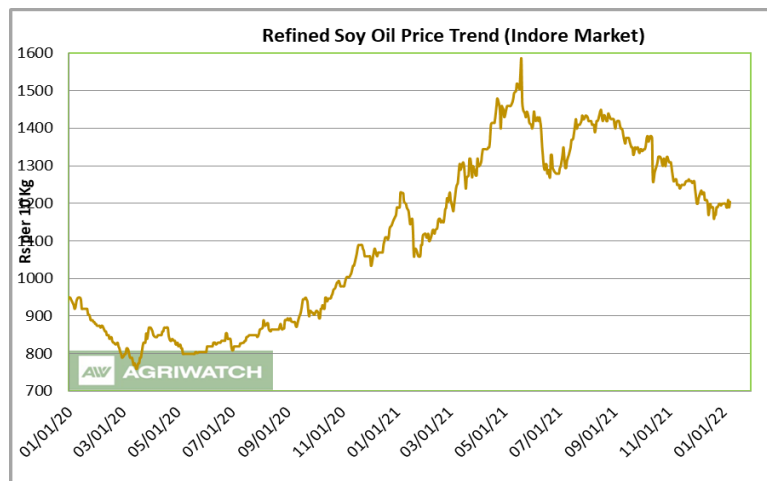
International Veg. Oil Market Summary

On the international front, rising US Soy oil stock, yields of US Soybean crop, Soybean crop condition 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, flooding in Malaysia, supply chain interruption, demand from China and India and rise in use of biofuel in crude oil are all likely to underpin CPO prices in near term.

Soy oil Fundamental Analysis and Outlook:-Domestic Front

- Soy oil traded in range bound at its benchmark market for the week in review.
- CBOT Soy oil moved up over downgrading condition of soybean crop in Argentina and Brazil.
- Brazil's unfavorable weather for standing soybean crop has led many Brazil Agencies to revise the crop production at lower side to 133 MT.



- International soy oil prices are supporting domestic prices along with slow domestic seed arrivals.
- SEBI has imposed ban on future trading of Soybean oil for one year.
- Bihar Government declare stock limit on edible oil and oil seeds which shall remain effective till 31st March 2022. The limit is set for dealers of edible oil at 500 quintals and oilseeds at 1000 quintals at Municipal Corporation Areas and for other area excluding Municipal corporation area is set at 250 quintals for edible oil and 500 quintals for oilseeds.
- 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 November edible oil stocks at ports and pipelines rose by 8.79 percent m-o-m to 11.38 lakh tons from 10.46 lakh tons in October 2021. Palm oil imports fell 22.22 percent m-o-m to 5.39 lakh tons from 6.93 lakh tons in October 2021. CPO imports fell 24.16 percent m-o-m to 4.77 lakh tons from 6.29 lakh tons in October 2021. RBD palmolein import is same at 0.58 lakh tons in November 2021 compared to 0.58 lakh tons imports in October 2021. Soy oil imports rose 119.4 percent m-o-m to 4.77 lakh tons from 2.16 lakh tons in October 2021. Sunflower oil imports rose 6.83 percent m-o-m to 1.25 lakh tons from 1.17 lakh tons in October 2021. Rapeseed (canola) oil stood at 0 tons imports in November compared to 19,125 imports in last month.
- According to Solvent Extractors Association (SEA), India's December edible oil stocks at ports and pipelines rose by 2.99 percent m-o-m to 16.54 lakh tons from 17.05 lakh tons in November 2021. Stocks of edible oil at

ports in December is estimated at 704,000 tons (CPO 235,000 tons, RBD Palmolein 140,000, Degummed Soybean Oil 235,000 tons, Crude Sunflower Oil 80,000 tons and Rapeseed Oil 14,000 tons) and pipeline stock at 950,000 tons. Stocks at ports were 565,000 tons and in pipelines were 1,140,000 tons, in November 2021. India is presently holding 24 days of edible oil requirement on 1st October, 2021 at 16.54 lakh tons compared to 25 days of requirements of 16.54 lakh tons on 1st November 2021. India held 14.31 lakh tons of stocks in ports and pipelines on 1st December 2020. India's monthly edible oil requirement is 21.0 lakh tons.

- Soy oil import scenario – According to SEA, Soy oil imports rose in November m-o-m to 4.74 lakh tons from 2.16 lakh tons in October 2021, while on y-o-y comparison November imports saw rise compared to 2.50 lakh tons in November 2020. For the 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 1405 (USD 1375) per ton for Jan delivery, Feb is delivery quoted at USD 1388 (USD 1364) per ton. Values in brackets are figures of last week. Last month, CNF CDSO Dec average price was USD 1410.81 (USD 1458.13 per ton in Nov 2021) per ton. As on January 7, 2022, Soy refined (Indore) quoted at Rs 1190 (Rs 1120 last week) per 10 kg.

International Front

- CBOT soy oil traded up over concerning crop condition in Argentina and Brazil. Dry and Hot weather is prevalent in North Argentina and Southern Brazil with low precipitation.
- Dry weather due to La Nina is affecting soybean crop condition in southern Brazil states, Rio Grande do Sul is majorly affected. Argentina is expecting same weather as December month to persist for whole January month.
- AgRural Agribusiness Research firm, revised their Brazil's soybean crop forecast downward-side from 144.7 MT in their previous forecast to 133.4 MT for 2021-22 due to dry weather in southern states.
- Cordonnier, a Brazil Agency has estimated Brazil's 2021-22 Soybean crop at 138 MT lower by 2 MT from previous estimate due to prevailing dry and hot weather in southern Brazil. Other consultancy groups have also lowered the soybean production estimates due to drought condition.
- As on 06th Jan, according to Buenos Aires Grains Exchange, In Argentina, Soybean sowing progress stood at 86.8% sowing have been completed V 93.5% last year same period and 94.7% five-year average.
- As on 06th January, according to Buenos Aires Grains Exchange, 48% soy crop is in excellent to good condition Vs 56% previous week, 39% soy crop is in fair condition Vs 36% previous week and 13% soy crop is in poor/very poor condition Vs 8% previous week.
- 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.

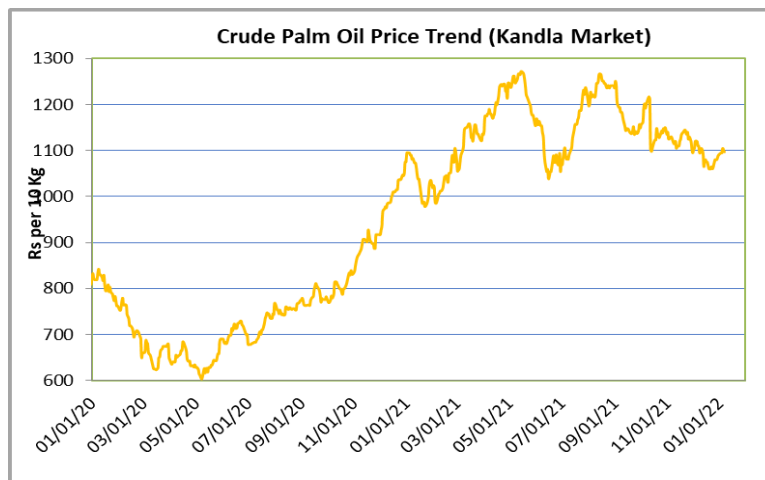
- Demand for soy oil is getting firm. China's demand is getting firm which will underpin prices.
- China's tight supply side and robust demand led to 10 months hike in crush margin.
- Brazil soybean planting is progressing faster than last year. Brazil has covered 24.4 percent of area compared to 9.2 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 1190-1250 per 10 Kg in the near term.

Palm oil Fundamental Analysis and Outlook :-

Domestic Front

- Crude palm oil (CPO) witnessed uptrend in prices at its benchmark market at Kandla.
- Prices rose following rising international palm oil prices.
- International palm oil prices were supported by low production and is expected to support domestic prices for coming months.
- Rising competing soy oil has also underpinned palm oil prices.
- Bihar Government declare stock limit on edible oil and oil seeds which shall remain effective till 31st March 2022. The limit is set for dealers of edible oil at 500 quintals and oilseeds at 1000 quintals at Municipal Corporation Areas and for other area excluding Municipal corporation area is set at 250 quintals for edible oil and 500 quintals for oilseeds.
- 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.
- According to Solvent Extractors Association (SEA), India's November edible oil stocks at ports and pipelines rose by 8.79 percent m-o-m to 11.38 lakh tons from 10.46 lakh tons in October 2021. Palm oil imports fell 22.22 percent m-o-m to 5.39 lakh tons from 6.93 lakh tons in October 2021. CPO imports fell 24.16 percent m-o-m to 4.77 lakh tons from 6.29 lakh tons in October 2021. RBD palmolein import is same at 0.58 lakh tons in November 2021 compared to 0.58 lakh tons imports in October 2021. Soy oil imports rose 119.4 percent m-o-m to 4.77 lakh tons from 2.16 lakh tons in October 2021. Sunflower oil imports rose 6.83 percent m-o-m to 1.25 lakh tons from 1.17 lakh tons in October 2021. Rapeseed (canola) oil stood at 0 tons imports in November compared to 19,125 imports in last month.



- According to Solvent Extractors Association (SEA), India's December edible oil stocks at ports and pipelines rose by 2.99 percent m-o-m to 16.54 lakh tons from 17.05 lakh tons in November 2021. Stocks of edible oil at ports in December is estimated at 704,000 tons (CPO 235,000 tons, RBD Palmolein 140,000, Degummed Soybean Oil 235,000 tons, Crude Sunflower Oil 80,000 tons and Rapeseed Oil 14,000 tons) and pipeline stock at 950,000 tons. Stocks at ports were 565,000 tons and in pipelines were 1,140,000 tons, in November 2021. India is presently holding 24 days of edible oil requirement on 1st October, 2021 at 16.54 lakh tons compared to 25 days of requirements of 16.54 lakh tons on 1st November 2021. India held 14.31 lakh tons of stocks in ports and pipelines on 1st December 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 fell in November m-o-m to 5.39 lakh tons from 6.93 lakh tons in October 2021, while on y-o-y comparison November imports saw fall compared to 6.18 lakh tons in November 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 fell m-o-m in November 2021 to 4.77 lakh tons from 6.26 lakh tons in October 2021, while on y-o-y comparison November imports saw fall compared to 5.89 lakh tons in November 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 were same at 0.58 lakh tons in November 2021 compared to 0.58 lakh tons imports in October 2021, while on y-o-y comparison November imports saw rise compared to 0.10 lakh tons in November 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 1400 (USD 1360) per ton for Jan delivery and Feb delivery is quoted at USD 1380 (USD 1330) per ton. Last month, CNF CPO Dec average price is at 1355.37 per ton (USD 1420.78 per ton in Nov 2021). Values in brackets are figures of last week. Moreover, RBD palmolein (Malaysian origin) CNF at Indian port, offered at USD 1345 (USD 1310) per ton for Jan delivery and Feb delivery is quoted at USD 1335 (USD 1280) per ton. Last month, CIF RBD palmolein Dec average price is USD 1308.33 (USD 1386.86 in Nov 2021) per ton. Values in bracket depict last month quotes. Ready lift CPO duty paid prices quoted at Rs 1100 (Rs 1085) per 10. Ready lift RBD palmolein is quoted at Rs 1150 (Rs 1140) per 10 kg as on January 7, 2022. Values in brackets are figures of last week.

International Front

- Palm oil prices were supported by low production in Malaysia and firm global demand.
- Heavy rainfalls in Malaysia have caused flooding in Malaysia Peninsula will support palm oil prices as it affected supply chain operations.
- According to SPPOMA, Malaysia's palm production of 1-31st December 2021 fell by 8.50 percent.
- According to Amspec, Malaysia's palm oil export for period of 1-31st December 2021 fell by 5.11 percent to 1,491,985 tons compared to 1,572,312 tons in last month.
- According to ITS Agency, Malaysia's palm oil exports saw 5.25 percent fall to 1,581,110 tons compared to 1,668,648 tons in last month.
- 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.
- In November, Indonesia Government 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.

Price Outlook: We expect CPO Kandla 5 percent (without GST) to stay in the range of Rs 1080-1130 per 10 Kg in the near term.

Rapeseed oil Fundamental Review and Analysis-

Domestic Front

- Mustard oil prices traded up for the previous week in review.
 - Prices rose from Rs. 1500 to Rs. 1540 at the end of week. Prices were supported by low arrivals of seeds in the market.
 - Tight arrival and weather concern in few pockets of Rajasthan, Madhya Pradesh and Uttar Pradesh also supported prices.
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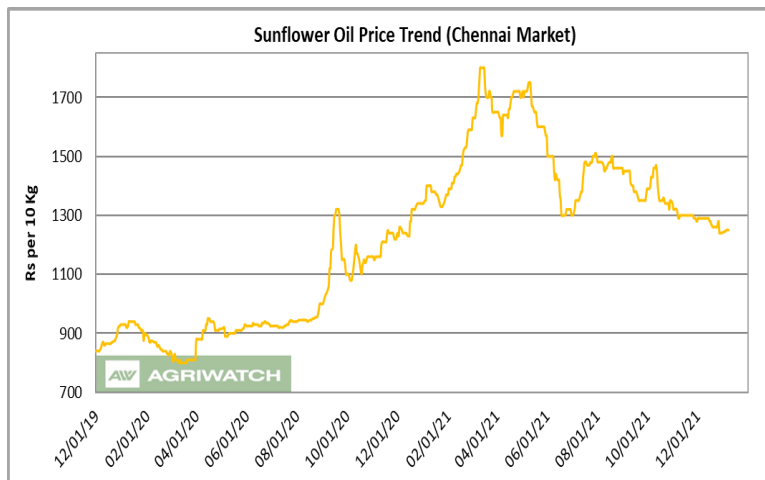
The chart, titled 'Mustard Oil Price Trend (Jaipur Expeller)', displays the price of mustard oil in Jaipur in Indian Rupees (Rs) per 10 kg from January 1, 2020, to January 1, 2022. The y-axis ranges from 700 to 1700 Rs per 10 kg. The price starts at approximately 900 Rs in Jan 2020, dips to a low of about 800 Rs in early 2020, then rises steadily to around 1300 Rs by late 2020. It experiences significant volatility, with a sharp peak of nearly 1700 Rs in late 2021, followed by a decline and a final recovery to approximately 1540 Rs by January 1, 2022.

| Date | Price (Rs per 10 kg) |
|---------|----------------------|
| 1/1/20 | 900 |
| 3/1/20 | 800 |
| 5/1/20 | 850 |
| 7/1/20 | 1000 |
| 9/1/20 | 1100 |
| 11/1/20 | 1200 |
| 1/1/21 | 1300 |
| 3/1/21 | 1200 |
| 5/1/21 | 1500 |
| 7/1/21 | 1400 |
| 9/1/21 | 1600 |
| 11/1/21 | 1700 |
| 1/1/22 | 1540 |
- This week in Rajasthan, total mustard arrival stood at 2.95 lakh bags as compared to previous week at 3.35 lakh bags.
 - 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.
 - Bihar Government declare stock limit on edible oil and oil seeds which shall remain effective till 31st March 2022. The limit is set for dealers of edible oil at 500 quintals and oilseeds at 1000 quintals at Municipal Corporation Areas and for other area excluding Municipal corporation area is set at 250 quintals for edible oil and 500 quintals for oilseeds.
 - According to Solvent Extractor Association (SEA), India imported 0 tons of rapeseed (Canola) oil in November 2021 compared to 19,215 tons in October 2021.
 - According to GOI, as on 31st Dec, All India Mustard sowing is up by 22.5% at 88.54 Lakh Ha compared with 72.30 Lakh Ha last year.
 - According to Department of agriculture, Rajasthan, as on 28th Dec, Rapeseed Mustard sowing is up by 120.98% and stood at 33.87 lakh hectare vs 24.78 lakh hectare last year same period
 - Premium of Jaipur kacchi ghani rapeseed oil over refined soy oil in domestic market is at Rs 495 per 10 Kg compared to Rs 445 per 10 Kg last week.
 - Jaipur kacchi ghani rapeseed oil premium over RBD palm olein is at Rs 445 per 10 kg compared to Rs 395 per 10 Kg last week.
 - Currently, RM oil at Jaipur market, (expeller) is offered at Rs 1,540 (Rs 1,500) per 10 Kg, and at Kota market, it is offered at Rs 1,570 (Rs 1,520) per 10 kg as on January 7, 2022. 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 1520-1600 per 10 Kg.

Sunflower oil Fundamental Review and Analysis:-Domestic Front

- Sunflower oil price showed rising trend for the previous week in review in Chennai market.
- Domestic prices are supported by rising international sun oil prices and rising prices of competing oils.
- International prices are rising taking support from rising canola oil prices in Europe and rising crude oil prices. Rising soy oil and palm oil prices are also supporting its prices. For long term, prices are expected to rise as global demand has increased for sun oil.
- 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 40 (Rs 70 last week) per 10 kg, At present premium of sunflower oil over soy oil at CNF markets is at USD 36 (discount of USD 40 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 135) per 10 kg which is higher compared to last week. Small premium over soy oil 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 (Premium of Rs 10 last week) per 10 kg will support sunflower oil prices.

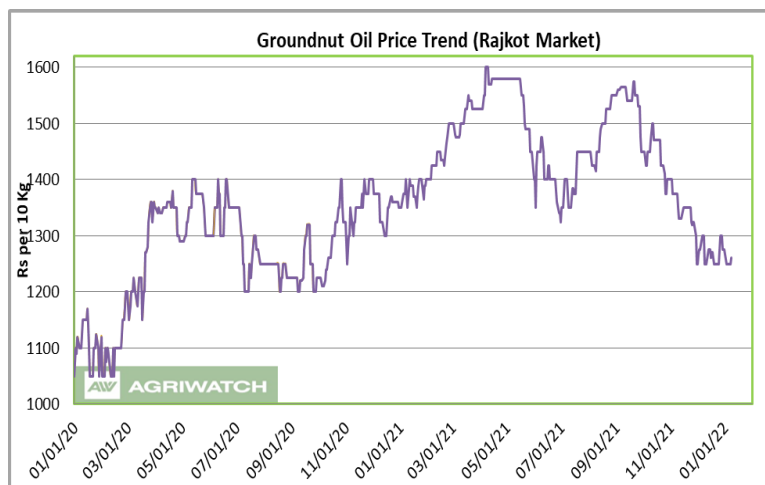
- According to Solvent Extractors Association (SEA), Sunflower oil imports rose in November 2021 to 1.25 lakh tons from 1.17 lakh tons in October 2021, while on y-o-y comparison November imports saw fall compared to 2.14 lakh tons in November 2020. For the current oil year 2020-21 (Nov 2020 -October 2021), Sun oil for period of Nov.20- Sep'21 saw fall in imports to 17.76 lakh tons compared to 23.48 lakh tons in corresponding period last oil year, lower 24.36 percent compared to corresponding period last oil year.

- On the trade front, CIF sunflower oil prices (Ukraine origin) at West coast of India quoted at USD 1430 (USD 1400 per ton for Jan delivery and Feb delivery quoted at USD 1420 (USD 1370) per ton. CNF sun oil (Ukraine origin) Dec monthly average was at USD 1419.81 per ton compared to USD 1467.39 per ton in Nov. Prices are likely to stay in the range of USD 1400-1460 per ton in the near term. Values in brackets are figures of last week.
- Currently, refined sunflower oil at Chennai market is Rs 1,250 (Rs 1,240) per 10 Kg, and at Kandla/Mudra market, it is offered higher at Rs 1240 (Rs 1250) per 10 kg as on January 7, 2022. Values in brackets are figures of last week.
- We expect sunflower oil prices to trade sideways with upwards bias in the coming days.

Price Outlook: Sunflower oil (without GST) prices in Chennai may stay in the range of Rs 1230-1300 per 10 Kg.

Groundnut oil Fundamental Review and Analysis:-**Domestic Front**

- Groundnut oil market prices showed sideways trend for the previous week.
- Prices are trading sideways in range of 1250-1300 from past month as seeds arrival is firm.
- Prices are expected to remain sideways as farmers are releasing their produce slowly.
- Prices are expected to rise as arrival are expected to tighten further. Prices will be underpinned by rising prices of competing oils.
- Groundnut rabi sowing is higher at 3.46 lakh Ha compared to 3.41 La Ha last year for same timeframe.
- Groundnut oil exports scenario- India exported 618.94 tons Groundnut oil in October 2021 v/s26,487.90 tons export in October 2020 lowered by 80.16 percent. It was mainly exported to China at 425.91 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 12,800 (Rs 13,100) per quintal in Chennai market on January 7, 2022. 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**

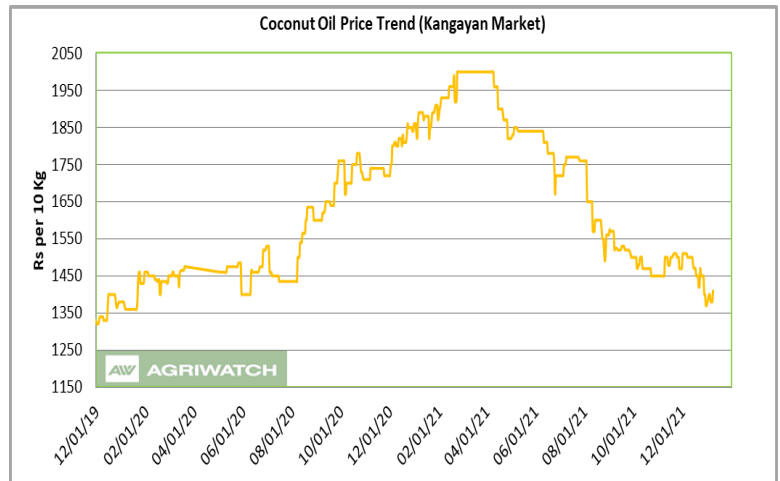
- The Coconut oil prices at benchmark market of Kangayan closed upwards taking support from rising prices of competing oils.
- The demand is slow despite low prices compared to last month as cheaper competing oils are available.
- Copra prices were steady for the week due to slow demand.
- Demand of coconut oil in home consumption is slow.

Demand of coconut oil in Cosmetic Industry will be affected if lockdown is imposed

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

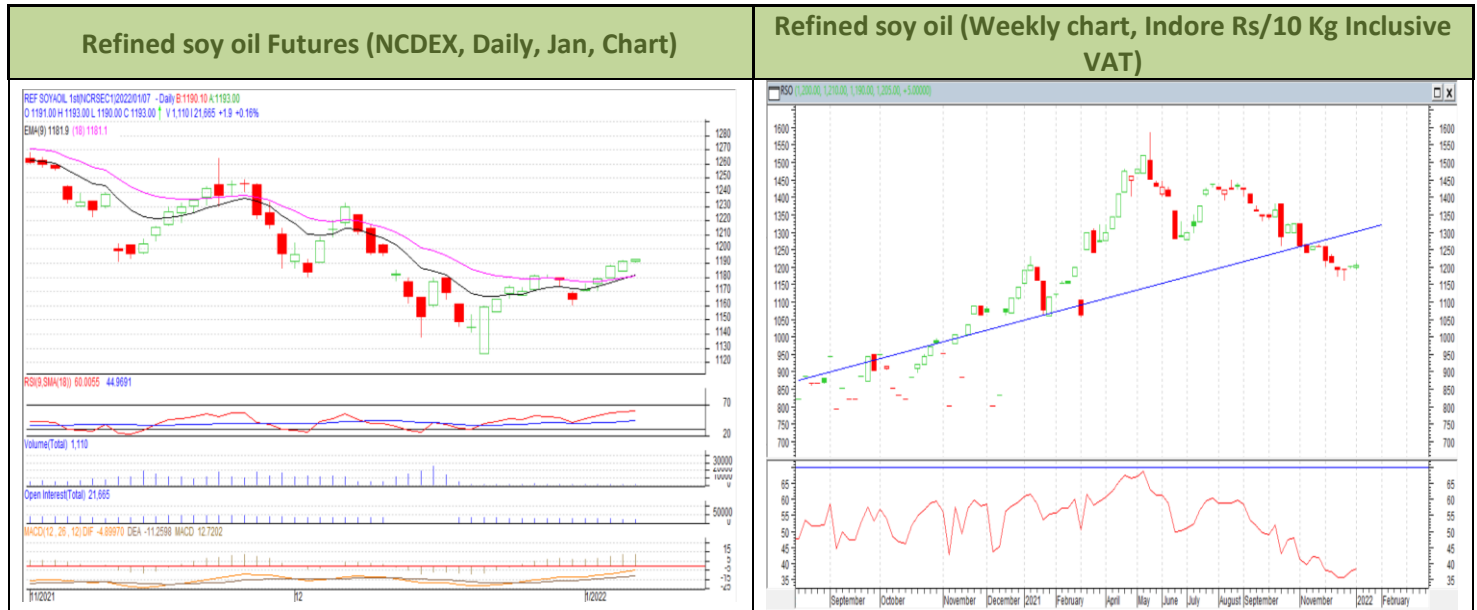
Coconut oil prices are expected to be sideways in days ahead.

- Coconut oil exports scenario- India exported 1,035.82 tons Coconut oil in October 2021 v/s 1,243.94 tons export in October 2020.
- On the price front, currently the coconut oil prices in Kochi are hovering remain at Rs 15,400 (Rs 15,300) per quintal and was quoted at 14,100 (Rs 13,700) per quintal in Erode market on January 7, 2022.



Price Outlook: Coconut oil (without GST) prices in Erode may stay in the range of Rs 1380-1460 per 10 Kg.

Technical Analysis (Refined soy oil)



Outlook – Refined soybean oil witnessed uptrend during the week in review and is likely to trade up in the coming week.

- Daily chart of refined soy oil at NCDEX depicts rising trend during the upcoming week in review. We expect prices to trade up.
- Prices may hover between 1190-1250 levels.

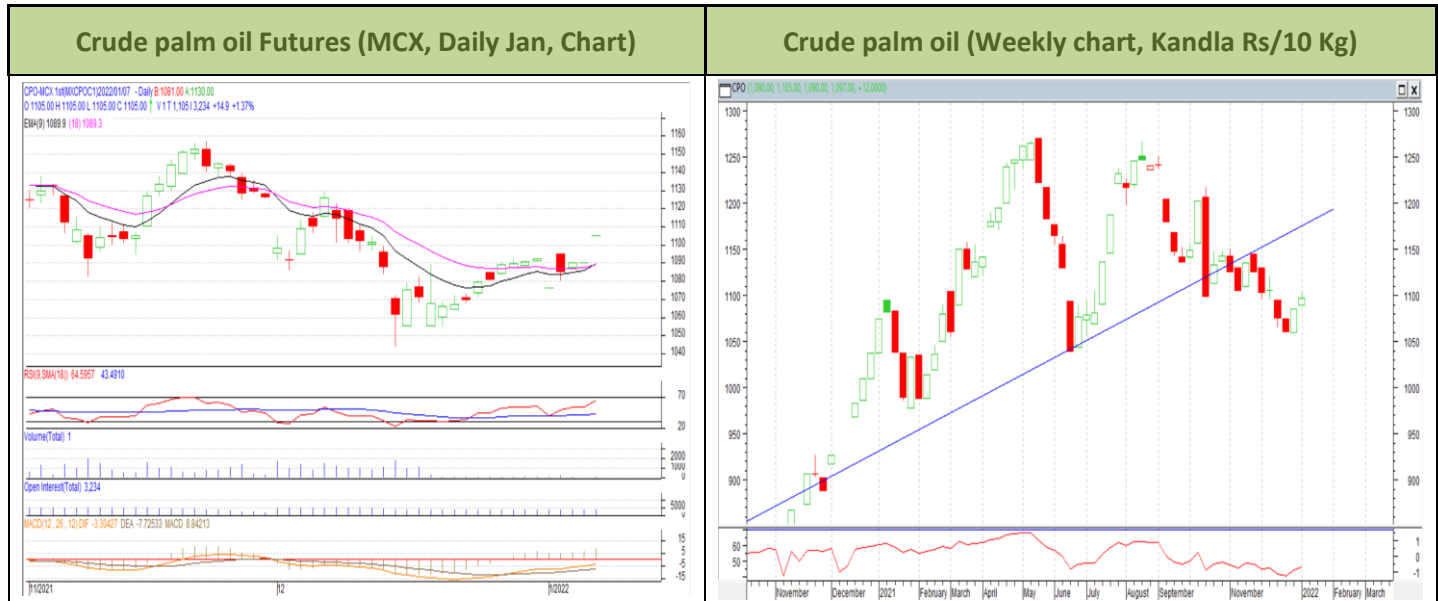
Strategy: No new Position as allowed due to SEBI ban on CPO

RSO NCDEX (Jan)

| Support and Resistance | | | | |
|------------------------|----|-----|----|----|
| S2 | S1 | PCP | R1 | R2 |
| - | - | - | - | - |

Spot Market outlook: Refined soy oil Indore (without GST) is likely to stay in the range of Rs 1190-1250 per 10 Kg.

Technical Analysis (Crude Palm oil)



Outlook – Kandla Daily CPO spot prices showed uptrend in prices during the week. We expect that CPO Dec contract to trade up.

- Candlestick in weekly chart of crude palm oil at MCX depicts rising trend in the prices. We expect the commodity to move up in the near term.
- Price may range from Rs 1080-1130.

Strategy: No new Position as allowed due to SEBI ban on CPO

CPO MCX (Jan)

| Support and Resistance | | | | |
|------------------------|----|-----|----|----|
| S2 | S1 | PCP | R1 | R2 |
| - | - | - | - | - |

Spot Market outlook: Crude palm oil (without GST) is likely to stay in the range of Rs 1080-1130 per 10 Kg.

Veg. Oil Prices at Key Spot Market

Edible Oil Spot Prices at key Markets:

| Commodity | Centre | Prices (Per 10 Kg) | | Change |
|---------------------|--|--------------------|-----------|--------|
| | | 7-Jan-22 | 31-Dec-21 | |
| Refined Soybean Oil | Indore | 1190 | 1200 | -10 |
| | Indore (Soy Solvent Crude) | 1160 | 1145 | 15 |
| | Mumbai | 1210 | 1210 | Unch |
| | Mumbai (Soy Degum) | 1155 | 1150 | 5 |
| | Kandla/Mundra | 1190 | 1185 | 5 |
| | Kandla/Mundra (Soy Degum) | 1145 | 1145 | Unch |
| | Kolkata | 1230 | 1235 | -5 |
| | Delhi | 1430 | 1413 | 17 |
| | Nagpur | 1215 | 1215 | Unch |
| | Rajkot | 1200 | 1180 | 20 |
| | Kota | 1220 | 1200 | 20 |
| | Akola | 1198 | 1198 | Unch |
| | Amrawati | 1215 | 1215 | Unch |
| | Bundi | 1230 | 1210 | 20 |
| | Jalna | 1205 | 1205 | Unch |
| | Solapur | 1200 | 1200 | Unch |
| | Dhule | 1200 | 1200 | Unch |
| | Nanded | 1200 | 1200 | Unch |
| | Latur | 1210 | 1210 | Unch |
| | Argentina Crude Soya (CIF India) USD | 1401 | 1374 | 27 |
| | Argentina Crude Soya (FOB) | 1349 | 1353 | -4 |
| Palm Oil* | Kandla (Crude Palm Oil) | 1100 | 1085 | 15 |
| | Kandla (RBD Palm oil) | 1140 | 1125 | 15 |
| | Kandla RBD Pamolein | 1150 | 1140 | 10 |
| | Kakinada (Crude Palm Oil) | 1050 | 1050 | Unch |
| | Kakinada RBD Pamolein | 1140 | 1135 | 5 |
| | Haldia Pamolein | 1145 | 1140 | 5 |
| | Chennai RBD Pamolein | 1145 | 1140 | 5 |
| | Chennai RBD Pamolein (Vitamin A&D Fortified) | 1209 | 1198 | 11 |
| | Krishnapattanam RBD Pamolein | 1140 | 1135 | 5 |
| | Mumbai RBD Pamolein | 1170 | 1150 | 20 |
| | Mangalore RBD Pamolein | 1160 | 1145 | 15 |
| | Mumbai (Refined) | 1150 | 1145 | 5 |
| | Rajkot (Refined) | 1130 | 1115 | 15 |
| | Chennai (Refined) | 1145 | 1130 | 15 |
| | Hyderabad (Refined) | 1155 | 1158 | -3 |

| | | | | |
|--------------------------|------------------------------------|------|------|------|
| | PFAD (Kandla) | 1010 | 975 | 35 |
| | RPS (Kandla) | 1140 | 1100 | 40 |
| | Superolien (Kandla) | 1180 | 1170 | 10 |
| | Superolien (Mumbai) | 1200 | 1180 | 20 |
| | Kochi (RBD Palmolein) | 1155 | 1150 | 5 |
| | Krishnapattanam (Crude Palm Oil) | 1050 | 1050 | Unch |
| | | | | |
| Refined Sunflower Oil | Chennai (Refined) | 1250 | 1240 | 10 |
| | Chennai (Crude) | 1180 | 1180 | Unch |
| | Mumbai (Refined) | 1260 | 1260 | Unch |
| | Mumbai(Expeller Oil) | 1180 | 1200 | -20 |
| | Kandla (Refined) | 1250 | 1250 | Unch |
| | Hyderabad (Refined) | 1260 | 1270 | -10 |
| | Hyderabad (Expeller) | 1200 | 1210 | -10 |
| | Latur (Refined) | 1210 | 1180 | 30 |
| | Latur (Expeller Oil) | 1160 | 1130 | 30 |
| | Chellakere (Expeller Oil) | 1190 | 1160 | 30 |
| | Erode (Expeller Oil) | 1280 | 1290 | -10 |
| | Kakinada (Refined) | 1260 | 1260 | Unch |
| | Krishna Pattanam (Refined) | 1260 | 1260 | Unch |
| | | | | |
| Groundnut Oil | Rajkot | 1250 | 1275 | -25 |
| | Chennai | 1280 | 1310 | -30 |
| | Hyderabad * | 1320 | 1330 | -10 |
| | Mumbai | 1320 | 1320 | Unch |
| | Gondal | 1250 | 1275 | -25 |
| | Jamnagar | 1250 | 1275 | -25 |
| | Gujarat GN Telia | 2060 | 2060 | Unch |
| | | | | |
| Rapeseed Oil/Mustard Oil | Jaipur (Expeller Oil) | 1540 | 1500 | 40 |
| | Jaipur (Kacchi Ghani Oil) | 1665 | 1550 | 115 |
| | Kota (Expeller Oil) | 1570 | 1520 | 50 |
| | Kota (Kacchi Ghani Oil) | 1645 | 1585 | 60 |
| | Neewai (Expeller Oil) | 1560 | 1520 | 40 |
| | Neewai (Kacchi Ghani Oil) | 1645 | 1550 | 95 |
| | Bharatpur (Kacchi Ghani Oil) | 1550 | 1510 | 40 |
| | Sri-Ganga Nagar(Exp Oil) | 1550 | 1505 | 45 |
| | Sri-Ganga Nagar (Kacchi Ghani Oil) | 1640 | 1535 | 105 |
| | Mumbai (Expeller Oil) | 1550 | 1540 | 10 |
| | Kolkata(Expeller Oil) | 1760 | 1760 | Unch |
| | New Delhi (Expeller Oil) | 1580 | 1550 | 30 |
| | Hapur (Expeller Oil) | 1670 | 1690 | -20 |
| | Hapur (Kacchi Ghani Oil) | 1700 | 1720 | -20 |



| | | | | |
|--------------------------------------|-------------------------|----------|-----------|--------|
| | Agra (Kacchi Ghani Oil) | 1555 | 1515 | 40 |
| Refined Cottonseed Oil | Rajkot | 1205 | 1185 | 20 |
| | Hyderabad | 1200 | 1175 | 25 |
| | Mumbai | 1210 | 1195 | 15 |
| | Gujarat Cotton Wash | 1155 | 1135 | 20 |
| Coconut Oil | Kangayan (Crude) | 1380 | 1370 | 10 |
| | Cochin | 1650 | 1700 | -50 |
| Rice Bran Oil | Mumbai (Refined 4%) | 1090 | 1110 | -20 |
| | Bhatinda (Crude 4%) | 925 | 890 | 35 |
| | Bhatinda (Refined 4%) | 1040 | 1005 | 35 |
| Malaysia Palmolein USD/MT | FOB | 1308 | 1290 | 18 |
| | CNF India | 1355 | 1350 | 5 |
| Indonesia CPO USD/MT | FOB | 1388 | 1345 | 43 |
| | CNF India | 1410 | 1380 | 30 |
| Crude palm Kernel Oil India (USD/MT) | CNF India | 2260 | 2180 | 80 |
| Ukraine Origin CSFO USD/MT Kandla | CIF | 1435 | 1410 | 25 |
| Argentina FOB (\$/MT) | | 7-Jan-22 | 31-Dec-21 | Change |
| Crude Soybean Oil Ship | | 1330 | 1345 | -15 |
| Refined Soy Oil (Bulk) Ship | | 1377 | 1392 | -15 |
| Sunflower Oil Ship | | 1360 | 1370 | -10 |
| Cottonseed Oil Ship | | 1310 | 1325 | -15 |
| * Indicates including GST | | | | |

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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