

Domestic Fundamentals:

Edible oil basket showed steady sentiments at various market places. Palm oil, Soy oil, sunflower oil, palm oil and groundnut oil traded steady.

Soybean oil

- Soy oil prices are firm due to slow soybean seed arrivals. Domestic prices are taking support from slow arrivals and firm demand. It also took support from rallying international market.
- Low soybean seed production in Argentina and Brazil due to weather vagaries has supported international soybean and soy oil prices.
- CBOT Soy oil closed on red candle on profit booking and following correction in crude oil prices.
- Brazil's agency SAFRAS has lowered soybean crop estimates to 132.3 million metric tonnes (MMT) from previous estimates of 140 MMT.
- Argentina's weather is expected to get better as rains are expected in coming two weeks, so far 95% of soybean planting has been completed.
- According to National Oilseed Processors Association (NOPA), US's soy oil stock for December month reported at 2.031 billion lbs compared to the November month's stock at 1.832 billion lbs, up by 19.6%. The soybean crush for December month also rose to 185.245 million bushels up by 3.9% on monthly comparison and 1.8% up on yearly basis. The higher crushing is mainly due to firm demand for edible oil as well for biofuel, according to the sources.

Palm oil

- Palm oil domestic prices are moving with firm tone following rising international palm oil prices.
- BMD Malaysia Market had touched the all the high at 5504 Ringgit in last week, while market closed on red candle on Monday due to profit booking.
- Indonesia has come up with new government policy for the palm oil exporters to declare their domestic sales and to gain approval for their shipments in advance to monitor the price rise and domestic supply for edible oil. This led to rally in BMD Malaysia.
- The concern of labour problems in Malaysia is expected to persist in coming months which will affect output as agreement between Indonesia and Malaysia to send Indonesian workers are yet to be finalized.
- According to Malaysia Palm Oil Board (MPOB), Malaysia's December Crude palm oil stocks fell 11.89 percent to 8.30 lakh tonnes compared to 9.42 lakh tonnes in November 2021. Production of crude palm oil fell by 11.26 percent to 14.51 lakh tonnes compared to 16.34 lakh tonnes in November 2021.

Mustard oil

- Mustard oil prices are rallying over tightened supply side and firm demand from crushing mills. While, the prices may see correction in coming days as its premium over competing oils have risen significantly high.
- COOIT expects mustard crop for Rabi 2022 at 100-110 lakh tonnes (LT) compared to 85 LT last year. Agriwatch has estimated the RM seed production to be at 105.2 lakh tonnes for year 2021-22, However, weather concern in few pockets of Rajasthan, Haryana and Uttar Pradesh may drag yield on lower side.
- Mustard crop may get impacted by lower temperature in key growing area as frost are harmful to the crop at flowering stage. Coming days are crucial for mustard crop.
- Mr. PK Raj, Director Mustard Research expects mustard crop production to reach 135 MMT on an average yield of 1500Kg per Ha, if weather condition remains favorable for crop growth.

Outlook: Edible oil basket is expected to feature sideways trend with upwards bias for the week.

CBOT Soy Oil Futures (Projections):
(Values in US cents/lb.)

Contract	+/-	Open	High	Low	Close
Mar	0.66	62.72	63.35	61.74	62.34
May	0.67	62.8	63.38	61.81	62.4
Jul	0.66	62.63	63.07	61.55	62.1
Aug	0.66	62.01	62.34	60.97	61.4
Sep	0.61	61.21	61.38	60.24	60.64

BMD CPO Futures:
(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Feb	-65.0	5,500	5,550	5,413	5,439
Mar	-48.0	5,436	5,509	5,375	5,405
Apr	-63.0	5,298	5,380	5,233	5,259
May	-76.0	5,159	5,238	5,085	5,103

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
24/1/2022	6.33	14,348	4.19	104.53	74.71	5.49	96.01	82.90

Edible Oil Spot Prices at key Markets:

Commodity	Centre	Prices (Per 10 Kg)		Change
		24-Jan-22	22-Jan-22	
Refined Soybean Oil	Indore	1240	1235	5
	Indore (Soy Solvent Crude)	1195	1185	10
	Mumbai	1250	1245	5
	Mumbai (Soy Degum)	1190	1185	5
	Kandla/Mundra	1220	1215	5
	Kandla/Mundra (Soy Degum)	1185	1180	5
	Kolkata	1260	1255	5
	Delhi	1440	1440	Unch
	Nagpur	1235	1235	Unch
	Rajkot	1240	1240	Unch
	Kota	1250	1250	Unch
	Akola	1207	1207	Unch
	Amrawati	1225	1225	Unch
	Bundi	1260	1260	Unch
	Jalna	1220	1220	Unch
	Solapur	1210	1210	Unch
	Dhule	1220	1220	Unch
	Nanded	1220	1220	Unch
	Latur	1210	1210	Unch
Argentina Crude Soya (CIF India) USD		1471	1495	-24
Argentina Crude Soya (FOB)		1430	1430	Unch
Palm Oil*	Kandla (Crude Palm Oil)	1150	1145	5

	Kandla (RBD Palm oil)	1175	1170	5
	Kandla RBD Pamolein	1190	1175	15
	Kakinada (Crude Palm Oil)	1140	1130	10
	Kakinada RBD Pamolein	1180	1175	5
	Haldia Pamolein	1185	1180	5
	Chennai RBD Pamolein	1180	1175	5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	1238	1233	5
	Krishnapattanam RBD Pamolein	1175	1185	-10
	Mumbai RBD Pamolein	1190	1185	5
	Mangalore RBD Pamolein	1190	1185	5
	Mumbai (Refined)	1190	1180	10
	Rajkot (Refined)	1185	1180	5
	Chennai (Refined)	1195	1190	5
	Hyderabad (Refined)	1205	1195	10
	PFAD (Kandla)	1055	1055	Unch
	RPS (Kandla)	1200	1200	Unch
	Superolien (Kandla)	1220	1205	15
	Superolien (Mumbai)	1220	1215	5
	Krishnapattanam (Crude Palm Oil)	1140	1130	10
	Chennai (Refined)	1260	1260	Unch
	Chennai (Crude)	1200	1200	Unch
	Mumbai (Refined)	1265	1260	5
	Mumbai(Expeller Oil)	1200	1190	10
	Kandla (Refined)	1250	1255	-5
	Hyderabad (Refined)	1275	1260	15
	Hyderabad (Expeller)	1225	1210	15
	Latur (Refined)	1220	1220	Unch
	Latur (Expeller Oil)	1170	1170	Unch
	Chellakere (Expeller Oil)	1190	1190	Unch
	Erode (Expeller Oil)	1280	1280	Unch
	Kakinada (Refined)	1260	1250	10
	Krishna Pattanam (Refined)	1260	1250	10
	Rajkot	1300	1290	10
	Chennai	1280	1280	Unch
	Hyderabad *	1320	1320	Unch
	Mumbai	1330	1320	10
	Gondal	1300	1290	10
	Jamnagar	1300	1290	10
	Gujarat GN Telia	2100	2090	10

Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1660	1650	10
	Jaipur (Kacchi Ghani Oil)	1745	1730	15
	Kota (Expeller Oil)	1650	1650	Unch
	Kota (Kacchi Ghani Oil)	1735	1725	10
	Neewai (Expeller Oil)	1640	1630	10
	Neewai (Kacchi Ghani Oil)	1725	1715	10
	Bharatpur (Kacchi Ghani Oil)	1690	1700	-10
	Sri-Ganga Nagar(Exp Oil)	1625	1610	15
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1725	1710	15
	Mumbai (Expeller Oil)	1670	1650	20
	Kolkata(Expeller Oil)	1760	1760	Unch
	New Delhi (Expeller Oil)	1670	1660	10
	Hapur (Expeller Oil)	1610	1670	-60
	Hapur (Kacchi Ghani Oil)	1640	1700	-60
Agra (Kacchi Ghani Oil)	1695	1705	-10	
Refined Cottonseed Oil	Rajkot	1245	1240	5
	Hyderabad	1230	1225	5
	Mumbai	1240	1240	Unch
	Gujarat Cotton Wash	1205	1200	5
Coconut Oil	Kangayan (Crude)	1350	1310	40
	Cochin	1580	1540	40
Rice Bran Oil	Mumbai (Refined 4%)	1150	1140	10
	Bhatinda (Crude 4%)	975	975	Unch
	Bhatinda (Refined 4%)	1090	1090	Unch
Malaysia Palmolein USD/MT	FOB	1388	1375	13
	CNF India	1415	1410	5
Indonesia CPO USD/MT	FOB	1460	1450	10
	CNF India	1450	1460	-10
Crude palm Kernel Oil India (USD/MT)	CNF India	2700	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	1455	1450	5
Argentina FOB (\$/MT)		22-Jan-22	21-Jan-22	Change
Crude Soybean Oil Ship		1415	1415	Unch
Refined Soy Oil (Bulk) Ship		1465	1465	Unch
Sunflower Oil Ship		1350	1350	Unch
Cottonseed Oil Ship		1395	1395	Unch

** Indicates including GST*

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

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