



COMMTRENDZ RESEARCH

EDIBLE OILS PRICE OUTLOOK



**CONSUMPTION IS THE KEY AND BEING A LARGE
CONSUMER CONTINUES TO DISPLAY POSITIVE SIGNS**

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Edible Oil Consumption - Long Term Projections

Oil Year (Nov-Oct)	Population at 1.02% Growth	Consumption @ 2% Growth		Consumption @ 3% Growth	
	In Bn.	Per Capita (In Kg)	MnT	Per Capita (In Kg)	MnT
2022-23	1.39	16.86	23.41	17.20	23.87
2023-24	1.40	17.20	24.12	17.71	24.83
2024-25	1.42	17.55	24.85	18.24	25.84
2025-26	1.43	17.90	25.61	18.79	26.89
2026-27	1.46	18.25	26.12	19.35	27.70
2027-28	1.49	18.62	26.64	19.93	28.53
2028-29	1.52	18.99	27.17	20.53	29.39
2029-30	1.55	19.37	27.71	21.15	30.27

- India consumption may increase to 30 to 31 MnT by 2029-30.
- India consumes milk fats (like ghee and butter) about 1-1.5 kg/capita, which is not included in the above numbers
- India use about a million ton of vegetable oils for industrial purpose which is not included in the above table



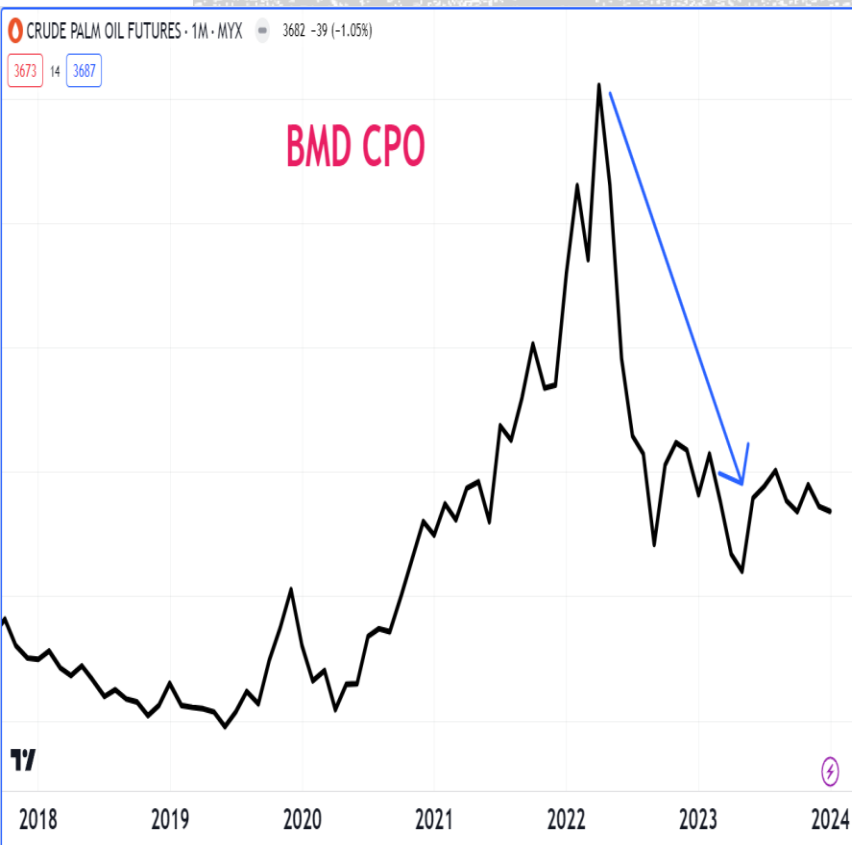
SUPPLY CRUNCH LOOMS LARGE IN MINING



- ✓ There has been a prolonged period of decline as supply overtakes demand.
- ✓ Global macros weak on the back of high interest rates and inflation
- ✓ China went through extended pandemic



CHARTS OF BMD CPO, CBOT SOYOIL AND SUNFLOWER OIL





EDIBLE OILS BETTER DAYS AHEAD?- BULLISH

- ✓ Palm facing weather issues
- ✓ Demand season begins- Ramadan
- ✓ Cyclically Soyoil planting to shift to other crops
- ✓ China demand back on track
- ✓ Energy prices supportive due to geo political tensions



EDIBLE OILS BETTER DAYS AHEAD?- BEARISH

- ✓ Post March 2023 prices could struggle
- ✓ Huge domestic crops in India
- ✓ South American plantings indicate record crop
- ✓ China still struggles with remnants of Covid
- ✓ Energy prices though bullish lacks demand triggers



CPO, SOYOIL & SUNOIL- OUTLOOK.





EDIBLE OIL MARKETS short-term Strength could be short-lived

**CONCLUSION: FUNDAMENTAL AND TECHNICAL PICTURE
DOES NOT SOUND FAVOURABLE FOR ANY MAJOR UPSIDE TILL
2H 2024.**

**DEPENDING ON HOW WEATHER SPANS OUT 2H CAN SEE A
RECOVERY SUPPORTED BY A RECOVERY IN DEMAND AS WELL**



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THANK YOU!

Contact:

gnanasekar.t@commtrendz.com

Hand phone no. +919820548092