

Navigating soybean oil landscape

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Concise overview

- Prevalent market volatility in the preceding quarter
 - Geopolitical tensions
 - Weather conditions
 - Fluctuating demand patterns
- Focuses on
 - Palm oil [MDEX]
 - Soybean Oil [CBOT]
 - Sunflower oil
- Price movement forecast based on USDR and varied technical analysis

Global edible oil overview

Palm oil

Highest cost among edible oils, influenced by Middle East conflicts and Malaysian export levels.

Soybean Oil

Steady upward trend with strong support and resistance levels in CBOT.

Sunflower oil

Remains the costliest due to supply constraints and high seed prices.

Market drivers

- Geopolitical tensions
- Seasonal demand spikes [e.g., Festivals]
- Weather conditions – crop yields
- Global economics indicators [e.g., USR job data]

Recent Performance

Closed at RM 4235 (-1.66%) after breaking below RM 4200 to touch RM 4187.

Price Movement

1. **High** : Reached RM 4300+ in response to Middle Eastern conflicts.
2. **low** : Dropped to RM 3600-3700 over the past three months.

Volume Analysis

Significant trading volumes during recent peaks indicate strong market participation.

Technical Indicators

1. **RSI** : 62.82 (slightly overbought, potential for pullback).
2. **Bollinger bands** : indifferent
3. **Support level** : RM 4150, RM 4000.
4. **Resistance level** : RM 4300, RM 4450.

Market sentiment

1. Increased Malaysian exports supporting near-term prices.
2. Reduced Indian consumption post-festivals expected to moderate the rally.

Forecast

1. **Short-term** : Range-bound trading between RM 4200-4050.
2. **Opportunities** : Short positions above RM 4300 with potential buy-back around RM 4100-4150.
3. **Long term** : Potential rally towards RM 4450 if bullish momentum persists.

Soybean oil market Analysis [CBOT]

Price Movement

1. **High** : Reached USD 45.29 in recent months.
2. **low** : Dropped to USD 38, serving as a strong support level.
3. **Current trading** : Settled at USD 43.02 (-2.2%) after slight consolidation.

Technical Indicators

1. **RSI** : 58.87 (mildly overbought, potential for a slight pullback).
2. **Bollinger bands** : Prices tested upper band at USD 44.50, indicating consolidation.
3. **Support level** : USD 42.00, USD 37.50.
4. **Resistance level**: USD 44.50, USD 47.50.

Volume Analysis

Increased trading volumes suggest robust buying activity.

Report Insight (USDA Data)

1. **Soybean Yield Estimates**: Favourable conditions in Brazil and Argentina support supply.
2. **Export Projections**: Increased exports from Argentina due to sufficient rainfall.
3. **Global Demand**: Steady or increasing demand in key markets like India.

Market sentiment

1. Strong demand from India and firm palm oil prices support soybean oil.
2. Potential impact from upcoming USDA reports on soybean supplies.

Price impact (USDA data)

1. Positive yield estimates and export projections bolster price support.
2. Potential for price rally towards USD 47.50

Sunflower oil market Analysis

Recent Performance

Stable with limited short-term demand.

Supply

Increased exports from Russia and Ukraine.

Limited farmer selling has kept seed prices firm.

Demand

1. Indian buyers largely covered until December, reducing immediate demand.
2. Europe prefers cheaper rapeseed oil over sunflower oil

Price Movement

1. **FOB Ukraine:** USD 1045-1050.
2. **Mersin:** USD 1110-1115.
3. **Europe:** USD 1130.
4. **CNF India:** USD 1135.

Technical Indicators

1. **Support level :** USD 1075-1100.
2. **Resistance level :** USD 1150, USD 1200.

Forecast

1. **Short-term :** Expect consolidation around USD 1130 with possible corrections below USD 1100.
2. **Long term :** Potential to test USD 1200 if supply tightens and demand increases.
3. **Strategy :** Wait for price corrections below USD 1100 before initiating long positions.

The Interplay of Geopolitics and Global Dynamics

Middle east conflict
Iran-Israel Conflict Disrupting Soybean Oil Supply Chain

*potential for escalation in price movements

South American crop
Brazil : Focus shifts to soybean planting amid favourable weather
Argentina : sufficient rainfall, mitigating supply risks

USDA job data
Strong Performance Indicates Limited Fed Rate Cuts, Affecting Commodity Prices.

Supply Chain disruptions
Shipping route concerns due to geopolitical tensions.

* Export volume Fluctuations impacting global prices

USDA Report
Regular updates on yields, exports, and demand shaping market sentiment.

USDA data integration and impact

- **Key USDA Reports:** Crop Forecasts: Soybean and sunflower oil crop yields, planting progress.
- **Export Projections:** Updated figures on soybean and sunflower oil exports.
- **Global Demand Insights:** Analysis of demand trends in key markets like India and Europe.
- **Impact on Soybean Oil:** Yield Estimates: Favourable conditions in Brazil and Argentina support supply, stabilizing prices.
- **Export Data:** Increased exports from Argentina due to sufficient rains, supporting CBOT prices.
- **Demand Trends:** Steady demand from India, especially during festive seasons, supporting CNF India prices.
- **Impact on Palm Oil:** Production Data: Increased Malaysian exports provide strong support to prices.
- **Demand Forecast:** Reduced post-festival demand from India could moderate price increases.
- **Impact on Sunflower Oil:** Supply Projections: Continued firm seed prices and limited selling maintain high prices.
- **Demand Forecast:** Limited immediate demand from India; potential for increased demand post-correction.



Palm oil [MDEX]

- **Short term Opportunities:** Near RM 4300-4450.
- **Buy Opportunities:**
 - Short term: Around RM 4000-4150,
Long term 3700-3600
- **Support Levels:** RM 4150, RM 4000 nearby long term 3450
- **Resistance Levels:** RM 4300, RM 4450.

Soybean Oil [CBOT]

- **Short term Opportunities:** Near USD 1050-1100 CNF India.
- **Sell Opportunities:** When prices approach USD 47.50.
- **Support Levels:** USD 42.00, USD 37.50.
- **Resistance Levels:** USD 44.50, USD 47.50.

Sunflower Oil

- **Buy Opportunities:** Below USD 1100.
- **Sell Opportunities:** Above USD 1170, targeting USD 1200.
- **Support level:** USD 1075-1100.
- **Resistance Level :** USD 1170, USD 1200.

U.S. Soybean Supply/Demand (mb) World Soybean Supply/Demand (mmt)

<u>Wheat Supply/Demand</u>				<u>Corn Supply/Demand</u>				<u>Soybean Supply/Demand</u>			
	USDA	USDA	USDA		USDA	USDA	USDA		USDA	USDA	USDA
	<u>22/23</u>	<u>23/24</u>	<u>24/25</u>		<u>22/23</u>	<u>23/24</u>	<u>24/25</u>		<u>22/23</u>	<u>23/24</u>	<u>24/25</u>
Planted	45.7	49.6	46.1	Planted	88.2	94.6	90.7	Planted	87.5	83.6	87.1
Harvested	35.5	37.1	38.5	Harvested	78.7	86.5	82.7	Harvested	86.2	82.4	86.3
Yield	46.5	48.7	51.2	Yield	173.4	177.3	183.8	Yield	49.6	50.6	53.1
Carryin	674	570	696	Carryin	1377	1360	1760	Carryin	274	264	342
Production	1650	1804	1971	Production	13651	15341	15203	Production	4270	4162	4582
Imports	<u>122</u>	<u>138</u>	<u>115</u>	Imports	<u>39</u>	<u>28</u>	<u>25</u>	Imports	<u>25</u>	<u>21</u>	<u>15</u>
Supply	2446	2512	2783	Supply	15066	16729	16989	Supply	4569	4447	4939
Food	973	961	964	Feed	5486	5814	5825	Crush	2212	2287	2425
Exports	759	707	825	Exports	1661	2292	2325	Exports	1992	1695	1850
Seed	68	62	62	Ethanol	5176	5471	5450	Seed	97	78	78
Feed/Res	<u>77</u>	<u>85</u>	<u>120</u>	Other Ind	<u>1382</u>	<u>1392</u>	<u>1390</u>	Residual	<u>4</u>	<u>46</u>	<u>36</u>
Demand	1876	1815	1971	Demand	13706	14969	14990	Demand	4305	4106	4389
Carryout	570	696	812	Carryout	1360	1760	1999	Carryout	264	342	550
CO/Use	30.4%	38.3%	41.2%	CO/Use	9.9%	11.8%	13.3%	CO/Use	6.1%	8.3%	12.5%
Price	\$8.83	\$6.96	\$5.70	Price	\$6.54	\$4.55	\$4.10	Price	\$14.20	\$12.50	\$10.80



Athena Estimates

TOP RECEIVERS		
Receiver	FY 2024-2025	
Adani Wilmar	739979	1
PATANJALI	567440	2
Emami	545089	3
Gokul Agro	284203	4
Cargill	192585	5
Bunge	158177	6
Budge Budge	155752	7
South India	155734	8
Gemini Edible	154251	9
KTV Health	133500	10
Ana oil	123696	11
Kanpur Edible	121202	12
Frigorifico	111068	13
YENTOP	94093	14
SANTHOSHIM	85829	15
Golden Agri	67480	16
LDC	59902	17
COFCO	54655	18
MGM EDIBLE	47500	19
Mantora	41526	20
Parisons	41093	21
NAVABHARA	40104	22
G ONE AGRO	39755	23
HINDUSTAN L	38516	24
KASA INDIA	38312	

MAJOR PORTS	
Port	FY 2024-2025
Kandla	1239327
Haldia	881555
Krishnapatna	629272
Mangalore	329750
JNPT	321553
Chennai	283812
Kakinada	245270
Mundra	240142
Tuticorin	211843
BUDGE BUDG	166611
Hazira	98597
PARADIP	66285
NAGAPATINA	34920
KATTUPALLI	26500
GOA	7993
KARAIKAL	7200
MUMBAI	1800
KARWAR	
KOLKATA	
Cochin	
Total	4792431

PALM IMPORT INDIA	
Month	FY 2024-2025
Apr	704428
May	743058
June	887122
July	1144784
Aug	757824
Sep	555216
Oct	
Nov	
Dec	
Jan	
Feb	
Mar	
Total	4792431

TOP CHARTERER	
Charterer	FY 2024-2025
WILMAR	690840
OLAM	687598
AAA	451267
SIME DARBY	430097
CARGILL	429605
GOLDEN AGRI	338042
RIYA INTERNA	259039
ICOF	218317
AA STAR	209459
SUNFIELD	173163
ASIA OILS	170128
BUNGE	103559
AGRI OIL	91011
ECO COMMO	90184
FGV TRADING	51699
ARVEE	42067
ASTRA	39398
ALPHA STAR	35774
LDC	34410
MAC WORLD	31999
PT UNILIVER	27004
JUST OIL	25893
ACALPO	24000
EMAMI AGRC	20500
MEWAH OIL &	20495
COMMODITY	18409
PACO TRADING	15984
IFFCO	12000
SMOTHONG G	10498
PT JAYA	8700
BH INTL TRAD	8529
KLK PLANTAT	8000
ANTARA COM	4964
ASTER TRADING	4000
KUTAI REFINED	4000
VVF	1800

Athena Estimates

CSFO IMPORT INDIA

Month	FY 2024-2025
Apr	281104
May	411326
June	522028
July	313061
Aug	292768
Sep	152803
Oct	
Nov	
Dec	
Jan	
Feb	
Mar	
Total	1975121

MAJOR PORTS

Port	FY 2024-2025
Kakinada	384129
Chennai	382529
Krishnapatnam	301371
JNPT	285806
Kandla	237148
Mangalore	198226
Haldia	59643
Tuticorin	53520
Mundra	39825
Hazira	18000
Cochin	14926
KARWAR	
Total	1975121

TOP RECEIVERS

Receiver	FY 2024-2025
Gemini Edibles	246399
Kaleesuwari	190051
Gokul Agro	172838
Adani Wilmar	168053
Lohiya	130849
VITERRA	128025
MK Agro	102569
Cargill	87810
PATANJALI	57552
KTV Health	42101
Frigorifico	41500
Bunge	35592
TRANSOCEANIC	30970
Parakh	28500
Gem Edible	27955
Kanpur Edibles	23400
RELIANCE	22000
Athena	21068
Gokul Agri	19920
Sunraja	19205
Sri Ganapati	18000
Mantora	16960
Ana oil	16500
Parisons	16426
VIJAY SOLVEX	16020

TOP CHARTERER

Charterer	FY 2024-2025
EFKO	569814
INERCO	318746
GITC	266221
All Seeds	152925
SODRU	149778
COFCO	120920
Bunge	116504
Vitera	87744
AKHDAR	70033
CARGILL	34504
LEMUR AGRO	22043
TOI COMMODITIES	18882
LEMUR	15494
Orexim	15000
EXOIL	7400
JSC	5000
ADM	2083
Avere	
Trade Agro	
Louis dreyfus	
Oliva	
Trans Oil	
Astra	
Aston	
WILMAR	
ASTAR	
UKR LAND FARMING	
MERA INTERNATIONAL	
LDC	
SIGMA	
Total	1975121

Athena Estimates

TOP CHARTERER

Charterer	FY 2024-2025
LDC	559582
Vitera	359288
Bunge	269064
COFCO	250665
ADM	244961
CARGILL	230810
OLAM	176200
EFKO	64300
INERCO	49350
SODRU	31152
RIYA INTERNATIONAL	25986
ARVEE	13334
ABALIOGLU	7000
JUST OIL	5001
WILMAR	
Avere	
MERA INTERNATIONAL	
Louis dreyfus	
PACO TRADING	
GITC	
TOI COMMODITIES	
All Seeds	
Trade Agro	
Oliva	
Trans Oil	
Astra	
Aston	
ASTAR	
UKR LAND FARMING	
Orexim	
EXOIL	
SIGMA	
LEMUR AGRO	
Total	2286694

MAJOR PORTS

Port	FY 2024-2025
Kandla	1079694
Haldia	655124
Mundra	290525
Hazira	161620
JNPT	86717
Budge Budge	7014
Chennai	6000
Kakinada	
Krishnapatnam	
Mangalore	
Tuticorin	
KARWAR	
Cochin	
Total	2286694

SOYA IMPORT INDIA

Month	FY 2024-2025
Apr	399903
May	337616
June	254660
July	488141
Aug	436535
Sep	369838
Oct	
Nov	
Dec	
Jan	
Feb	
Mar	
Total	2286694

TOP RECEIVERS

Receiver	FY 2024-2025	
Adani Wilmar	662915	1
Gokul Agro	282647	2
Emami	197025	3
PATANJALI	136979	4
Cargill	89293	5
Budge Budge Ref	67514	6
LDC	67130	7
Dil EXIM	66970	8
Kanpur Edibles	66185	9
Mantora	35840	10
Tata Intl	34340	11
Gokul Agri	28440	12
Sangrur Agro	27410	13
ADM	23980	14
RAMA IMPEX	23375	15
LEGACY	22090	16
Bunge	21470	17
Frigorifico	21290	18
Athena	19940	19
VITERRA	19336	20
Bharat Foods	15890	21
OLAM AGRI INDIA	15240	22
Golden Agri	14000	23
MAHESH OIL	13480	24
TRANSOCEANIC	13460	