

MARKET REPORT

June 2021



News

International transportation chains remain extremely strained and costs are high. The situation affects, for example, both shipments from California as well as shipments to and from China. Lead times of up to several months and repeated postponements of deliveries are increasing across the board. We are in close contact with our logistics partners and are doing our utmost to ensure that deliveries arrive on time. For further information please contact our sales team.



Vegetable Oils

Generally speaking, the high price levels for **popular vegetable oils** continue. We recommend covering needs into the fall. In the long term, perspectives are increasingly dependent upon harvest yields in the northern hemisphere as well as developments in logistics chains.

Palm RSPO has become considerably more expensive due to persistent scarce supplies. In view of the situation we recommend securing supplies into the fourth quarter.



Olive is quoting sideways. As the pandemic subsides, hopes rise that demand in the EU will increase, which in turn will convince providers to reduce stock levels. The medium-term price development is currently unclear.

MCT: Coconut-based currently subject to inadequate supplies. **Organic** is similarly scarce, however we have quantities available. The situation for **Palm Kernel-based** is less tense.

Sesame: China is sourcing. At the same time, the volume of available quantities and global transportation options remain unclear. We recommend covering needs for at least six months. To give you an idea how the seeds are cultivated we have uploaded some photos.



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Safflower has finally followed suit and has become more expensive. Demand has increased; Mexico is virtually sold out; other origins are not yet on the market. We recommend securing long-term supplies.

Black Cumin is currently going through turbulences – both price- and quality-wise. Once again, Syria, once a major provider, will not contribute to global supplies and each batch must be thoroughly tested for residues. **Organic qualities** are produced in our own **LIPOS Oil Mill**.



Wool Grease

Lanolin/Adeps Lanae: Wool Scoring factories are working at improved levels, so there is now more wool grease available on the market. However, due to the strong demand for cholesterol and for Vitamin D₃ there are limited quantities available for the production of lanolin. Consequently, nothing indicates that prices will slide, especially considering that transportation from China is extremely expensive. We recommend securing sufficient supplies to cover needs till the end of the year.



Oleoresins

Capsicum: Due to the corona pandemic the situation in India remains strained. We expect resources to be tight during the second half of this year and highly recommend planning your needs early and covering those needs in the long-term. We would be thankful for a or close coordination.



HLO Update

Press Cakes, Flour and Proteins: Our product range has been extended to include additional specialities – fresh from our **LIPOS Oil Mill**. All our product are made of high-quality seeds and nuts, which are carefully crafted to flour and protein concentrates – exclusively using mechanical methods. We closely cooperate with our customers to provide them with qualities tailored to fit their needs. For more information please click [here](#).

Sincerely,
HENRY LAMOTTE OILS GMBH
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