
November 2019 Market Report

ESSENTIAL OILS AND EXTRACTS

Aniseed Oil China Star

Rising fruit prices throughout 2019 have resulted in little fruit availability for oil production, putting considerable pressure on leaf oil to make up the shortfall. Prices remain high and availability limited. Though prices are already high, many farmers are holding on to their stock in the hope that prices will rise further.

Buchu Oil

No new material is expected to be available until the next crop in March.

Coriander Seed Oil Russian

The 2019 harvest is now complete and overall the yield was below the expected level. In spite of this, prices are fairly good, however if stocks from origin become depleted we may see a rise in the coming months.



Davana Oil

Due to a reduction in the areas under cultivation, prices for davana have been on an upwards trend since the beginning of the year. It is expected that pricing for this product will continue to rise.

Eucalyptus Globulus Oil

This year finally saw a decline in oil prices following 2 years of difficulty; inventories at origin are high and there is pressure on farmers to sell their oil at low prices. The feeling is that further reductions are unlikely, however this has been stated for several months and prices have continued to drop.

Ginger Oil Chinese

Due to dry weather conditions and reduced cultivation, the expectation is for a significant reduction in volumes once the harvest starts in the latter part of the year. This predicted decrease in supply is, however, currently balanced by low global demand causing pricing to remain stable.





Lemon Oil Argentina

The market has moved down further in recent weeks with good stock availability globally.

Lemongrass Oil Indian

The market has fallen continuously throughout this year and the feeling is that it has now reached the bottom.

Litsea Cubeba Oil/Citral EU Natural

Following the highs of 2018, prices have steadily decreased throughout 2019. However, since the end of the harvest period, further downward pricing movements have not occurred. This is because heavy rains and difficulties harvesting in the mountainous regions caused yields and citral content to be low.

Orange Oil/d-Limonene

The previous months have seen considerable instability for both orange oil and d-limonene; prices fell rapidly, with d-limonene being particularly volatile. However, an increase in global demand and a potential 40% loss of

the Mexican crop have caused the market to show signs of turning, with prices moving upwards.

Peppermint Oil Indian

Prices for Arvensis/menthol have come down steadily in recent months following a good crop. Piperita prices remain stable with no major movements expected.



AROMA CHEMICALS

Cis-3-hexenol and derivatives

Cis-3-hexenol production has resumed, however due to a continuing shortage of raw material the volumes are extremely limited and already committed to longstanding contracts. The market is expected to remain short at least until Q1 of 2020.

With synthetic material being so scarce, many have been forced to use the natural product as a substitute. Subsequently, prices for cis-3-hexenol EU natural, which has a limited supply, have been pushed up.

2-methyl-2-pentenoic acid

Availability has been extremely tight this year as most factories were forced to shut down their production due to pollution issues.

Methyl Cyclopentenolone

Pricing has been unstable in 2019. Earlier in the year prices spiked because one of the main factories stopped production. Since then prices have fallen gradually and reached a more sensible level as production has resumed.

Talk to us

Should you have any questions regarding the materials we have discussed in this report, or indeed if you just fancy a chat, we're always pleased to hear from you. You can contact us in the following ways:

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