
Oilseeds Domestic Fundamentals:**Today's Update-**

Yesterday oil seed complex surged on Indonesia's surprise palm oil export ban, However, today oilseed complex remained weak on clarification that Indonesia will only halt exports of bulk and packaged RBD palm olein, a higher value product that has been processed. Exports of crude palm oil and RBD palm oil will still be allowed. In Indore, soybean plant average prices went down by 0.90% to Rs. 7750/qtl. In other cash markets too prices traded with weak sentiments. In MP arrivals stood at 0.6Lakh bags and in MH arrivals stood at 0.6 Lakh bags. Soybean (plant delivery, Indore) prices are expected to trade with weak bias on the back of palm oil export ban exclusion by Indonesia in the range of 7600-7800/qtl levels in the near-term.

Previous Updates-

- Solvent Extractor Association of India has said the storage control order of government is not serving the purpose of checking price of edible oil, but it is creating problems in maintaining a smooth supply chain and suggested to revisit norms of storage for whole sellers and retailers and fix a limit of 15 days of storage based on average sale of retailer or whole seller for the last six months sales based on GST returns filed by them.
- According to Solvent Extractor Association of India, country's March'2022 soymeal exports declined by 25% to 2,42,043 metric tonnes compared to 3,22,850 metric tonnes in the same period last year. Low arrivals, tight crush margin and weak export demand has resulted into decline in exports, in April and May too, exports likely to remain weak.
- SOPA reported Soybean Crushing low by 24% to 6.5 Lakh tonnes as compared to 8.5 Lakh tonnes previous years. Crushing remained low on low export demand and tight crush margin.
- However, arrivals recorded 26% higher at 6 lakh tonnes as compared to 4.75 Lakh tonnes previous years. Farmers released stocks on better prices in March.
- Skymet has forecasted South west Mon soon for 2022. Skymet expects the upcoming monsoon to be normal to the tune of 98% of LPA. In terms of geographical risk, Skymet expects Rajasthan, Gujarat, Nagaland, Manipur, Mizoram, and Tripura to be at risk of being rain deficit throughout the season.
- Upon low soymeal export demand, there is sluggish Soy demand by the crushers, arrivals has declined to seven months low. Farmers are still not releasing their holdings. Traders are more interested to buy Rabi crops such as mustard than Soybean at higher level, However stock limit is a hurdle to buy new stuff beyond 2000 Qtl.

International updates

- As per latest data, Argentina soybeans were 14.4% harvested as of late last week compared to 7.2% last year and 27% average. High fuel cost attributed to the slow harvesting.
- According to USDA latest planting report USA Soybean sowing progress stood at 1% Vs 3% previous year and 2% five year average.
- China's 2022 Soybean demand may fall up to 6% on dip in feed requirement. Negative crush margin since Feb'22 too attributed to dip in demand.
- According to China's General Administration of Customs data, world's top importer of soybeans, China brought in 3.37 million tonnes, down sharply from 7.18 million a year earlier.

- According to NOPA, Soy crushing in US is up by 10.1% to (181.75 Million Bushels) from feb'22 and 2.1% up from March'22.
- According to CONAB, Brazil's 2021-22 soybean harvesting has reached to 80.4% as compared to 76.2% last year same period.

RM seed

Today's Update-

Todat RM seed traded with steady sentiment on the back of clarification that Indonesia will only halt exports of bulk and packaged RBD palm olein, a higher value product that has been processed. Jaipur RM seed average prices remained stable at Rs 7,350/qtl. In Rajasthan RM seed arrivals recorded at 3.5 Lakh bags as compared to 2.5 Lakh bags previous day. Farmers are holding crop produce which has resulted into low arrivals. ICE canola trading near all time high on tight global supply. RM seed prices are expected to trade with weak steady bias tracking palm oil and CPO export ban exclusion by Indonesia in the range of 7,200-7500 in near term.

Previous Updates-

According to of Agriculture and Agri-Food Canada's (AAFC), Demand for Canadian Canola remains firm on a strong world oilseed crush and high prices for competing oilseeds and vegetable oils. Disruption of Black Sea exports of sunflowerseed oil as a result of the Russian invasion of Ukraine is tightening world supplies and supporting world prices. Domestically, processing of canola is estimated to fall to 8.5 Mt, a drop of 18% from last year, while exports are expected to fall by 49% to 5.4 Mt, as commercial buyers outbid exporters for the tight supplies. For the crop year, the major importers of Canadian canola to-date are China, Japan, Mexico and the European Union.

In order to check blending of mustard oil with other edible oil, FSSAI has directed state food safety officials. And has also sought an action taken report from the states by May 15, 2022, and added that the enforcement department should be informed at regular intervals about the same.

Union Ministry of Consumer Affairs, Food and Public Distribution has stated "Inspections have revealed very large hoardings of soyabean and mustard seeds in Dewas, Shajapur & Guna districts of Madhya Pradesh. Besides, large quantities of edible oils have been found in excess of the prescribed quantities of the control order in Maharashtra and Rajasthan. Upon hoarding of large quantities, prices went up in the domestic markets.

USDA, in its April'22 reports, kept India's 2021-22 production estimate at 108 lakh tonnes, crushing estimate at 96.50 lakh tonne as compared to 75 lakh tonnes.

Amid Russia Ukraine conflict, India may face 25% or 4-6 lakh tonnes sunflower oil shortage, around 70% crude sunflower oil is imported from Ukraine and 20% from Russia. Refined sunflower oil constitutes 10% of the country's total consumption of 230-240 Lakh tonnes of edible oil annually and around 60% of demand is met from imports. However, Mustard oil is expected to fill the gap as this season Mustard oil production is estimated up by 27% at 43.6 Lakh tonnes as compared to previous year at 36.4 Lakh tonnes.

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	25-Apr-22		23-Apr-22		
	Low	High	Low	High	
Indore –Plant	7650	7750	7675	7820	-70
Indore–Mandi	7400	7700	7500	7800	-100
Nagpur-Plant	7000	7470	7200	7550	-80
Nagpur – Mandi	6400	7270	6300	7350	-80
Latur – Mandi	NA	NA	NA	NA	-
Akola – Mandi	6500	7240	6400	7250	-10
Kota-Plant	7550	7600	7600	7725	-125
Kota – Mandi	7250	7500	7400	7575	-75
Bundi-Plant	7250	7650	7300	7700	-50
Bundi-Mandi	7150	7350	7200	7400	-50
Baran-Plant	7300	7800	7000	7650	150
Baran-Mandi	7400	7600	7100	7450	150
Bhawani Mandi Jhalawar–Plant	7400	7825	7100	7770	55
Jhalwar-Mandi	7200	7725	7000	7670	55
Rapeseed/Mustard					
Jaipur-(Condition)	7325	7350	7325	7350	Unch
Alwar-(Condition)	6800	6900	6700	6800	100
Sri Ganganagar-(Non-Condition)	6600	7000	6500	6900	100
New Delhi–(Condition)	6900	7000	7000	7100	-100
Kota-(Condition)	6725	6975	6800	7050	-75
Agra-(Condition)	7286	7476	7238	7429	48
Neewai-(Condition)	6500	7000	6600	7100	-100
Hapur (UP)-(Condition)	7200	7250	7150	7200	50
Groundnut Seed					
Rajkot	1100	1100	1060	1060	40
Sunflower Seed					
Gulbarga	5600	6500	4500	5500	1000
Latur	7100	7300	7100	7300	Unch
Sholapur	7100	7300	7100	7300	Unch
Soybean Prices are in INR/qtl. (1 bag=90 kg). Mandi prices – Loose, Mustard Seed Prices					

are in INR/qt (1 bag=85 kg) C – Condition (42%), *Groundnut seed in Rs/20 kg, Sunflower Seed in Rs/ctl.

Other Oilseed Prices at Mumbai (INR/100 Kg):

Oilseeds	25-Apr-22	23-Apr-22	Change
Groundnut Kernel	8350	8250	100
Gr. Bolds 60/70	8750	8750	Unch
Gr. Javas 60/70	9850	9850	Unch
Gr Javas 70/80	8850	8850	Unch
Gr.Javas 80/90	9350	9350	Unch
KardiSeed 2% Exp Qly	5700	5700	Unch
Sesame White 98/2/1 FM	10000	10000	Unch
Whitish 95/5/FFA/1FM	9800	9800	Unch
Brown 48/2 FFA/4 FM	9400	9400	Unch
Brown 48/3 FFA/4 FM	9100	9100	Unch
Brown 48/4 FM/* No FFA Guarantee	8800	8800	Unch
Sunflower Seed	6800	6800	Unch
Niger Seed (4% FM)	8500	8500	Unch

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