

Oilseeds Domestic Fundamentals:

Today's Update-

Today in Indore, soybean plant prices went down by 1.64% at Rs. 7,200/qlt. amid weak demand from plants. In other cash markets too, soybean traded with weak sentiments. However, few markets remained closed on the occasion of buddha Purnima. Soybean (plant delivery, Indore) prices are expected to trade with weak bias on the back of Soymeal import in the range of 7200-7400/qlt levels in the near-term.

Weather Updates-

According to Skymet, the onset of monsoon over Kerala this year is likely to be on May 26, with a model error of +/- 3 days. Heavy to very heavy rainfall with extremely heavy rainfall at isolated places very likely over meghalaya. Heavy to very heavy rainfall at isolated places over subhimalayan west bengal-sikkim, Arunachal pradesh, Assam kerala-Mahe and Tamilnadu-Pudducherry-karaikal.

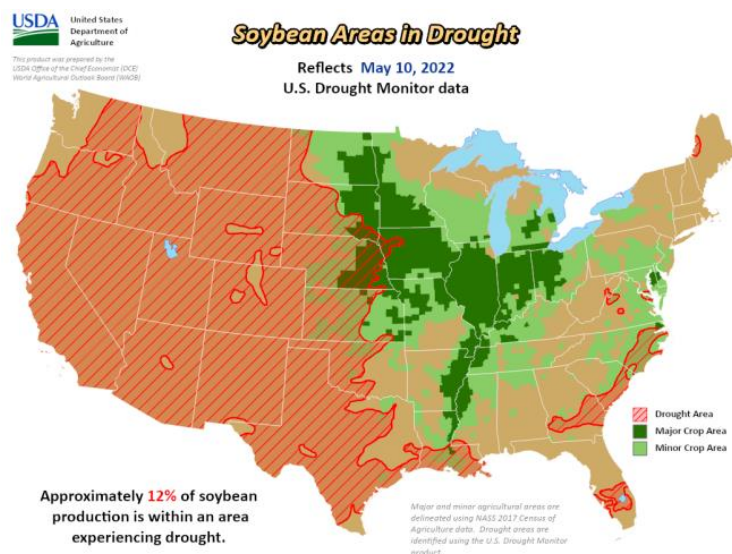
% Station Reporting Rainfall			
% Stations	Category	% Stations	Category
76-100	Widespread (WS/ Most Places)	26-50	Scattered (SCT/ A Few Places)
51-75	Fairly Widespread (FWS/ Many Places)	1-25	Isolated (ISOL)
No Rain	Dry		

5 Day Rainfall Forecast (MORNING)

14-May-2022

Met-Sub-Division	14-May Today	15May Sun	16May Mon	17May Tue	18May Wed
1. Andaman & Nicobar Islands	WS	WS	WS	WS	WS
2. Arunachal Pradesh	WS	WS	WS	WS	WS
3. Assam & Meghalaya	WS	WS	WS	WS	WS
4. N. M. M. & T.	WS	WS	WS	WS	WS
5. S.H. West Bengal & Sikkim	WS	WS	WS	WS	WS
6. Gangetic West Bengal	ISOL	ISOL	SCT	SCT	SCT
7. Odisha	ISOL	ISOL	SCT	SCT	SCT
8. Jharkhand	ISOL	ISOL	ISOL	SCT	SCT
9. Bihar	ISOL	ISOL	ISOL	SCT	SCT
10. East Uttar Pradesh	DRY	ISOL	ISOL	ISOL	ISOL
11. West Uttar Pradesh	DRY	DRY	DRY	ISOL	ISOL
12. Uttarakhand	DRY	DRY	SCT	FWS	SCT
13. Haryana, Chd & Delhi	DRY	DRY	DRY	ISOL	DRY
14. Punjab	DRY	DRY	ISOL	ISOL	DRY
15. Himachal Pradesh	DRY	DRY	ISOL	SCT	SCT
16. J & K and Ladakh	DRY	ISOL	FWS	FWS	SCT
17. West Rajasthan	DRY	DRY	DRY	DRY	DRY
18. East Rajasthan	DRY	DRY	DRY	DRY	DRY
19. West Madhya Pradesh	DRY	DRY	DRY	DRY	DRY
20. East Madhya Pradesh	DRY	DRY	DRY	DRY	DRY
21. Gujarat Region	DRY	DRY	DRY	DRY	DRY
22. Saurashtra & Kutch	DRY	DRY	DRY	DRY	DRY
23. Konkan & Goa	DRY	DRY	ISOL	ISOL	DRY
24. Madhya Maharashtra	ISOL	DRY	DRY	ISOL	DRY
25. Marathwada	DRY	DRY	DRY	ISOL	DRY
26. Vidharbha	DRY	DRY	DRY	ISOL	DRY
27. Chhattisgarh	ISOL	ISOL	ISOL	ISOL	ISOL
28. Coastal A. P. & Yanam	ISOL	ISOL	ISOL	ISOL	ISOL
29. Telangana	ISOL	ISOL	ISOL	ISOL	ISOL
30. Rayalaseema	SCT	ISOL	SCT	SCT	SCT
31. T.N., Puducherry & Karaikal	SCT	FWS	SCT	FWS	FWS
32. Coastal Karnataka	SCT	SCT	SCT	SCT	SCT
33. North Interior Karnataka	SCT	ISOL	ISOL	SCT	SCT
34. South Interior Karnataka	FWS	SCT	SCT	FWS	FWS
35. Kerala & Mahe	WS	WS	WS	WS	WS
36. Lakshadweep	WS	WS	WS	WS	WS

- According to USDA latest planting report USA Soybean sowing progress stood at 12% Vs 39% previous year and 24% five year average. And approximately, 12% of Soybean production is within an area of experiencing drought.



International updates

USDA'S Brazil 2022/23	2022-2023	2021-22	% Change	Absolute Change
Production	1,49,000	1,25,000	19%	24000
Crush	48,500	47,500	2%	1000
Soy bean Exports	82,750	88,500	-6%	-5750
USDA'S USA 2022/23	2022-2023	2021-22	% Change	Absolute Change
Production	1,26,280	120707	5%	5573
Soymeal Exports	28,500	28,000	2%	500
Soy bean Exports	58,241	59,874	-3%	-1633
USDA'S India's 2022/23	2022-2023	2021-22	% Change	Absolute Change
Sunflower Oil Import	1,800	1,900	-5%	-100
Soy bean Production	11,500	11,900	-3%	-400
Soybean Crush	10,200	10,200	0%	0
Soybean oil Import	3,650	3,700	-1%	-50
Palm Oil import	8,100	7,800	4%	300
USDA'S China's 2021-22	2022-2023	2021-22	% Change	Absolute Change
Soybean Import	99,000	92,000	8%	7000
Soybean Crush	95,000	89,000	7%	6000

RM seed

Today's Update-

Today Jaipur RM seed prices went down by 1.4% at Rs. 7,275/qtl. In other cash markets too traded with weak sentiments on subdued demand. RM seed prices are expected to trade with firm bias tracking good domestic demand and palm oil and CPO export ban by Indonesia in the range of 7,200-7550 in near term.

USDA May'22 Rapeseed Production estimate (In MMT)		
	<u>2021-22</u>	<u>2022-23</u>
Canada	12.6	20
Australia	6.35	4.7
USA	1.24	1.78
China	14	14.7
European Union	17.26	18.5
Ukraine	3.15	3.2
India	10.8	11
Global	71.17	80.3

Previous Updates-

- RM seed crushers are facing challenges as farmers hold back anticipating higher price which has resulted into almost 45% decline in market arrivals in April'22 compared with March which is affecting the crushing of the oil seed.
- Currently, Mustard is trading at three months high, tracking Palm oil export ban by Indonesia coupled with shrinking arrivals. The premium of mustard oil over CPO has been to reversed to discount due to low palm oil supply side. Currently, CPO to Mustard spread has become positive at INR 70-100/ 10 Kg. This is likely to push the demand for Mustard oil, as it's been seen that at palm oil demand at higher prices is usually substituted with comparatively discounted oils. It is inferred that discounted mustard oil price will boost crushing and so the RM seed demand which is likely to underpin RM seed prices.
- Statistics Canada on Tuesday pegged Canada's 2022 canola plantings at 20.9 million acres, down 7% from last year, 6% below the five-year average and lighter than analyst expectations of 22.1 million.
- 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 sunflower seed 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.
- 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.

Groundnut:

Rajkot Groundnut bold prices continued to trade with firm bias on good domestic demand amid tight substitute oils. However, there is sluggish demand this year on high freight charges to the potential destinations. Rajkot groundnut bold average prices is likely to trade with firm bias in the range of INR 5,800-6,100/Qtl.

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	16-May-22		14-May-22		
	Low	High	Low	High	
Indore –Plant	7000	7200	7200	7320	-120
Indore–Mandi	Closed	Closed	7000	7170	-
Nagpur-Plant	6300	6940	6600	7080	-140
Nagpur – Mandi	Closed	Closed	6500	6980	-
Latur – Mandi	Closed	Closed	6600	7045	-
Akola – Mandi	Closed	Closed	6100	6780	-
Kota-Plant	6900	7180	7100	7350	-170
Kota – Mandi	6800	7130	7200	7300	-170
Bundi-Plant	6600	6900	6800	7050	-150
Bundi-Mandi	6600	6800	6700	6950	-150
Baran-Plant	6900	7200	7100	7420	-220
Baran-Mandi	6800	7100	7000	7320	-220
Bhawani Mandi Jhalawar–Plant	6900	7120	7200	7280	-160
Jhalwar-Mandi	6800	7070	7100	7230	-160
Rapeseed/Mustard					
Jaipur-(Condition)	7250	7275	7350	7375	-100
Alwar-(Condition)	6800	6900	7050	7150	-250
Sri Ganganagar-(Non-Condition)	6900	6950	7000	7050	-100

New Delhi--(Condition)	7050	7100	7150	7200	-100
Kota-(Condition)	6700	6800	6900	7000	-200
Agra-(Condition)	7067	7305	7190	7381	-76
Neewai-(Condition)	6920	7120	7075	7275	-155
Hapur (UP)-(Condition)	6950	7000	7150	7200	-200
Groundnut Seed					
Rajkot	1102	1102	1101	1101	1
Sunflower Seed					
Gulbarga	Closed	Closed	5600	6500	-
Latur	Closed	Closed	7500	7700	-
Sholapur	7500	7700	7500	7700	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/qtl.					

Oilseed Arrivals in Key Centers:

Commodity / Centre	Arrivals in Bags/Qtl		Change
Soybean	16-May-22	14-May-22	
Madhya Pradesh	NA	45000	-
Maharashtra	NA	55000	-
Kota	NA	6000	-
Bundi (Raj)	800	300	500
Baran (Raj)	500	300	200
Jhalawar (Raj)	900	400	500
Rapeseed/Mustard			
Rajasthan	205000	215000	-10000
Alwar	1600	1200	400
Sri Ganganagar	2500	1500	1000
Kota	2800	2500	300
Groundnut Seed			
Rajkot (Gujarat)	6065	6055	10
Sunflower Seed			
Sholapur (Maharashtra)	700	700	Unch

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

Oilseeds	16-May-22	14-May-22	Change
Groundnut Kernel	8200	8200	Unch
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	5500	5500	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)	8400	8400	Unch

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