

Oilseeds Domestic Fundamentals:

Today's Update-

Today in Indore, soybean plant prices went up by 1.39% at Rs. 7,300/qtl. In other cash markets too, soybean traded with firm sentiments. However, few markets remained closed due to strike in mandis. Soybean (plant delivery, Indore) prices are expected to trade with weak bias on the back of Soymeal import in the range of 7200-7400/qtl 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-Puducherry-karaikal.

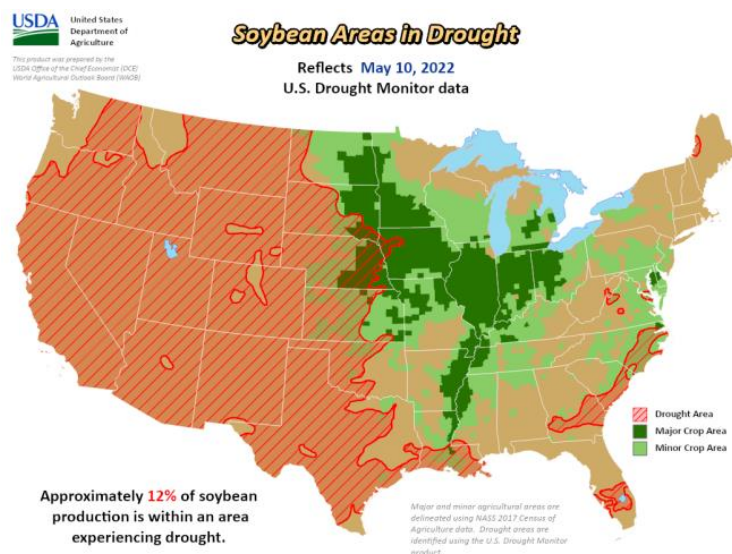
% Station Reporting Rainfall			
% Stations	Category	% Stations	Category
76-100	Widespread (WS/ Most Places)	26-50	Scattered (SCT/ A Few Places)
51-75	Fairly Widespread (FWS/ Many Places)	1-25	Isolated (ISOL)
No Rain	Dry		

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 marginally down by 0.3% at Rs. 7,250/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	17-May-22		16-May-22		
	Low	High	Low	High	
Indore –Plant	7100	7300	7000	7200	100
Indore–Mandi	Closed	Closed	Closed	Closed	-
Nagpur-Plant	6100	6740	6300	6940	-200
Nagpur – Mandi	5500	6780	Closed	Closed	-
Latur – Mandi	6700	7100	Closed	Closed	-
Akola – Mandi	6500	6875	Closed	Closed	-
Kota-Plant	7200	7330	6900	7180	150
Kota – Mandi	7100	7280	6800	7130	150
Bundi-Plant	6700	7100	6600	6900	200
Bundi-Mandi	6800	7000	6600	6800	200
Baran-Plant	7200	7360	6900	7200	160
Baran-Mandi	7100	7260	6800	7100	160
Bhawani Mandi Jhalawar–Plant	7100	7270	6900	7120	150
Jhalwar-Mandi	7000	7220	6800	7070	150
Rapeseed/Mustard					
Jaipur-(Condition)	7225	7250	7250	7275	-25
Alwar-(Condition)	6750	6850	6800	6900	-50
Sri Ganganagar-(Non-Condition)	6800	6850	6900	6950	-100

New Delhi--(Condition)	7050	7100	7050	7100	Unch
Kota-(Condition)	6650	6750	6700	6800	-50
Agra-(Condition)	7048	7238	7067	7305	-67
Neewai-(Condition)	6800	7000	6920	7120	-120
Hapur (UP)-(Condition)	6850	6900	6950	7000	-100
Groundnut Seed					
Rajkot	1090	1090	1102	1102	-12
Sunflower Seed					
Gulbarga	5600	6500	Closed	Closed	-
Latur	7500	7700	Closed	Closed	-
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	17-May-22	16-May-22	
Madhya Pradesh	50000	NA	-
Maharashtra	50000	NA	-
Kota	5000	NA	-
Bundi (Raj)	500	800	-300
Baran (Raj)	400	500	-100
Jhalawar (Raj)	700	900	-200
Rapeseed/Mustard			
Rajasthan	225000	205000	20000
Alwar	2000	1600	400
Sri Ganganagar	2000	2500	-500
Kota	3000	2800	200
Groundnut Seed			
Rajkot (Gujarat)	6070	6065	5
Sunflower Seed			
Sholapur (Maharashtra)	700	700	Unch

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

Oilseeds	17-May-22	16-May-22	Change
Groundnut Kernel	8200	8200	Unch

Gr. Bolds 60/70	8850	8750	100
Gr. Javas 60/70	9950	9850	100
Gr Javas 70/80	8900	8850	50
Gr.Javas 80/90	9400	9350	50
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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