

Oilseeds Domestic Fundamentals:

Today's Update-

Today in Indore, soybean plant prices went up by 2.21% to Rs. 6,950 /qtl. However, in other cash markets, soybean traded with firm sentiments amid shrink in arrivals. Soybean (plant delivery, Indore) prices are expected to trade with weak bias in the range of 6600-7000/qtl levels in the near-term tracking soy meal import.

Government has tightened the norms for importing crude soy and Sunflower oils at nil import duty. On May 24, the government had allowed annual import of 2 million tonnes of two edible oils for the next two year at nil duty. These imports are allowed only for oil processors based on their refining capacity. The government has now asked importers to supporters to submit details of turnover for processing of crude edible oils in the last three years. They will also have to submit GST returns, earlier only processing capacity was sought.

Previous Update:

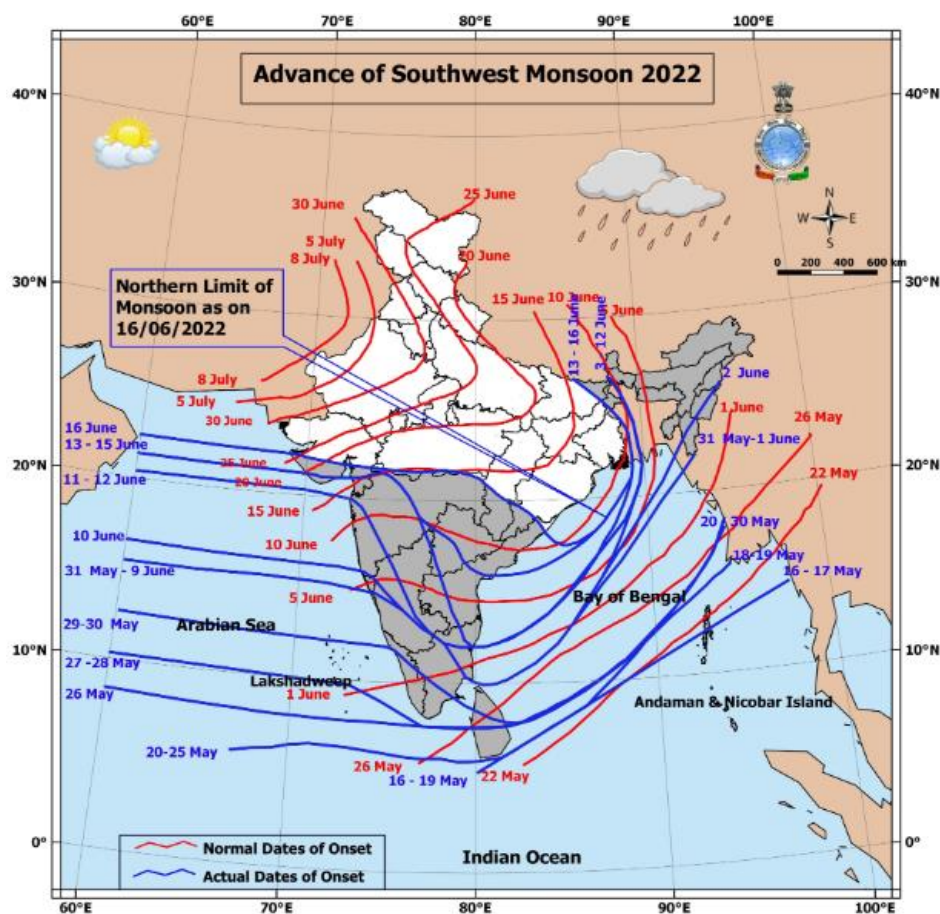
Oct-May'22 crushing remained low by 29% to 53 Lakh tonnes as compared to 75 Lakh tonnes previous year, weak soymeal export demand attributed to low crushing this season till May'22. And arrivals went down by 12% to 70 Lakh tonnes as compared to 79.75 Lakh tonnes previous same period.

Weather Activity in the last 24 hours:

During the last 24 hours, moderate to heavy rains occurred over Northeast India and Sub-Himalayan West Bengal.

Light to moderate rain with few heavy spells occurred over Odisha, Coastal Andhra Pradesh, parts of Telangana, Lakshadweep and at one or two places of Konkan and Goa.

Scattered light to moderate rain occurred over Bihar, Jharkhand, Madhya Pradesh, Chhattisgarh, Vidarbha, Kerala, Tamil Nadu, Coastal Karnataka,



Uttarakhand, Himachal Pradesh, South Gujarat and Southwest Uttar Pradesh.

Light rain occurred over Gangetic West Bengal, Interior Tamil Nadu, Rayalaseema, East Gujarat, Andaman and Nicobar Islands, parts of Delhi, Haryana and East Rajasthan.

Weather Activity in the next 24 hours:

During the next 24 hours, moderate to heavy rain may continue over Northeast India, Sub-Himalayan West Bengal and Sikkim.

Light to moderate rain with few heavy spells are possible over Odisha, parts of Chhattisgarh, East Madhya Pradesh, Telangana, Karnataka, Lakshadweep and at isolated places of Kerala.

Scattered light to moderate rain is possible over Bihar, Jharkhand, Karnataka, parts of Tamil Nadu, Andaman and Nicobar Islands, Vidarbha, Marathwada, Konkan and Goa, Western Himalayas, Punjab, Haryana, Uttar Pradesh and parts of Delhi and NCR.

Light rain is possible over North and East Rajasthan, parts of Gujarat and West Madhya Pradesh.

International:

China plans to sell 500,000 tonnes of imported soybeans from its state reserves on June 10.

Argentina's soybean harvest is now seen at 43.3 million tonnes, up from 42 million previous due to better-than-expected yields, according to the Buenos Aires Grain Exchange.

According to USDA latest report, US Soybean planting progress reached at 78% vs 66% a week ago, 89% a year ago and 79% five-year average.

According to General Administration of Customs, China's soybean imports from Brazil in April surged from the previous month with the arrival of delayed cargoes. China, the world's top importer of soybeans, received 6.3 million tonnes of the oilseed from Brazil in April, up 120% from 2.87 million tonnes in March.

RM seed**Today's Update-**

Today Jaipur RM seed prices went marginally up by 0.4% to Rs. 7,050/qtl. However, In other cash markets, traded with mixed sentiments amid shrinking arrivals. In Rajasthan arrivals recorded at 1.40 Lakh bags vs 1.45 lakh bags previous day. Oil millers are currently doing need-based buying whereas, farmers are unwilling to sell their produce at discounted price. Moreover, traders are not aggressively buying due to stock limit and strict inspections/stock checks by the government. RM seed prices are expected to trade with weak bias in the range of 6,900-7200 in near term tracking weakness in Palm oil prices.

Previous Updates-

- In May'22 Palm oil futures went down by 14% and till 14th June'22 the Jun'22 is down by 7.22% as top producer Indonesia lowered its maximum export levy rate to boost exports. Indonesia issued regulations backing recently announced changes on a palm oil export tax policy, including lowering the maximum levy rate to \$200 a tonne from \$375 and charging special rates for its export acceleration programme. Indonesia's export allocation for palm oil products that is tied to domestic cooking oil distribution has been raised to 2.25 million tonnes from around 1 million previously. In upcoming week, RM seed prices likely to trade range bound with weak bias, amid correction in palm oil prices.
- As per Agriwatch estimates India's MY 2022-23 RM seed crushing, out of 102.5 Lakh tonnes available for crushing, 68% (69.7 Lakh tonnes) crushing is expected till June'22 this compares with 72% (57.8 Lakh tonnes) last year same period. And approx. 10 lakh tonnes are in the hands of crushers and traders and rest is still with the farmers.
- China has removed a three-year restriction on imports of Canadian canola seed. China, the world's top oilseed buyer, suspended two Canadian canola exporters in March 2019, alleging that pests had been detected in shipments.
- However, low stocks of canola, are expected to limit export to China. Canada, the world's biggest producer and exporter of canola, produced its smallest canola crop in 13 years in 2021, pushing buyers to look elsewhere for supplies, and supporting record global edible oil prices.
- For 2022-23, the area seeded to canola is expected to decrease by 7% to 8.5 million hectares (Mha) based on Statistics Canada's Seeding Intentions Survey.
- Statistics Canada has 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.

Groundnut:

Groundnut bold 60/70 prices continued to trade above Rs. 8,800/qtl. on good domestic demand. However, there is sluggish export demand this year on high freight charges to the potential destinations. 60/70 Groundnut bold average prices are likely to trade with firm bias in the range of INR 8,800-9,100/Qtl. in short run.

In Oct'21-April'22, India's Groundnut export went down by 24% to 3.72 Lakh tonnes as compared to 4.89 Lakh tonnes same period last year. Low demand from China attributed to the lower exports, while there is good demand from South East Asian countries like Indonesia, Malaysia and Philippines. In Oct'21-May'22 we expect India's groundnut export at 3.9-4 Lakh tonnes.

In Oct-April'22, India's Groundnut oil export went down by 95% to 9,701 tonnes as compared to 2.11 Lakh tonnes previous year same period. In Groundnut oil too, the lower exports can be attributed to low demand from China. Last year China imported groundnut oil heavily from India on account of local crop damage. In Oct-June'22 we expect India's Groundnut oil export at 10000-12000 tonnes.

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	16-Jun-22		15-Jun-22		
	Low	High	Low	High	
Indore –Plant	6700	6950	6650	6800	150
Indore–Mandi	6600	6850	6500	6700	150
Nagpur-Plant	6000	6740	5700	6680	60
Nagpur – Mandi	5400	6540	5200	6480	60
Latur – Mandi	6300	6700	6380	6725	-25
Akola – Mandi	6000	6570	5550	6580	-10
Kota-Plant	6200	6750	6000	6600	150
Kota – Mandi	6100	6650	5900	6500	150
Bundi-Plant	6200	6700	6100	6530	170
Bundi-Mandi	6000	6500	5800	6330	170
Baran-Plant	6100	6740	5800	6580	160
Baran-Mandi	6000	6640	5700	6480	160
Bhawani Mandi Jhalawar–Plant	6200	6800	6200	6650	150
Jhalwar-Mandi	6100	6750	6100	6600	150

Rapeseed/Mustard					
Jaipur-(Condition)	7025	7050	7000	7025	25
Alwar-(Condition)	6600	6650	6450	6550	100
Sri Ganganagar-(Non-Condition)	6400	6500	6300	6400	100
New Delhi-(Condition)	6750	6800	6850	6900	-100
Kota-(Condition)	6300	6400	6330	6430	-30
Agra-(Condition)	7000	7095	6976	7071	24
Neewai-(Condition)	6650	6750	6700	6800	-50
Hapur (UP)-(Condition)	6600	6800	6500	6700	100
Groundnut Seed					
Rajkot	1100	1100	1100	1100	Unch
Sunflower Seed					
Gulbarga	5400	6100	5400	6100	Unch
Latur	7100	7200	7200	7300	-100
Sholapur	7100	7200	7200	7300	-100
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-Jun-22	15-Jun-22	
Madhya Pradesh	85000	90000	-5000
Maharashtra	80000	80000	Unch
Kota	8000	10000	-2000
Bundi (Raj)	900	1200	-300
Baran (Raj)	600	800	-200
Jhalawar (Raj)	1300	1700	-400
Rapeseed/Mustard			
Rajasthan	140000	145000	-5000
Alwar	1000	2000	-1000
Sri Ganganagar	1000	1500	-500
Kota	2800	3500	-700
Groundnut Seed			
Rajkot (Gujarat)	6075	6050	25
Sunflower Seed			
Sholapur (Maharashtra)	500	600	-100

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

Oilseeds	16-Jun-22	15-Jun-22	Change
Groundnut Kernel	8000	8000	Unch
Gr. Bolds 60/70	8950	8950	Unch
Gr. Javas 60/70	10050	10050	Unch
Gr Javas 70/80	9000	9000	Unch
Gr.Javas 80/90	9500	9500	Unch
KardiSeed 2% Exp Qly	5400	5400	Unch
Sesame White 98/2/1 FM	9900	9900	Unch
Whitish 95/5/FFA/1FM	9700	9700	Unch
Brown 48/2 FFA/4 FM	9500	9500	Unch
Brown 48/3 FFA/4 FM	9200	9200	Unch
Brown 48/4 FM/* No FFA Guarantee	8900	8900	Unch
Sunflower Seed	6800	6800	Unch
Niger Seed (4% FM)	8400	8400	Unch

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