

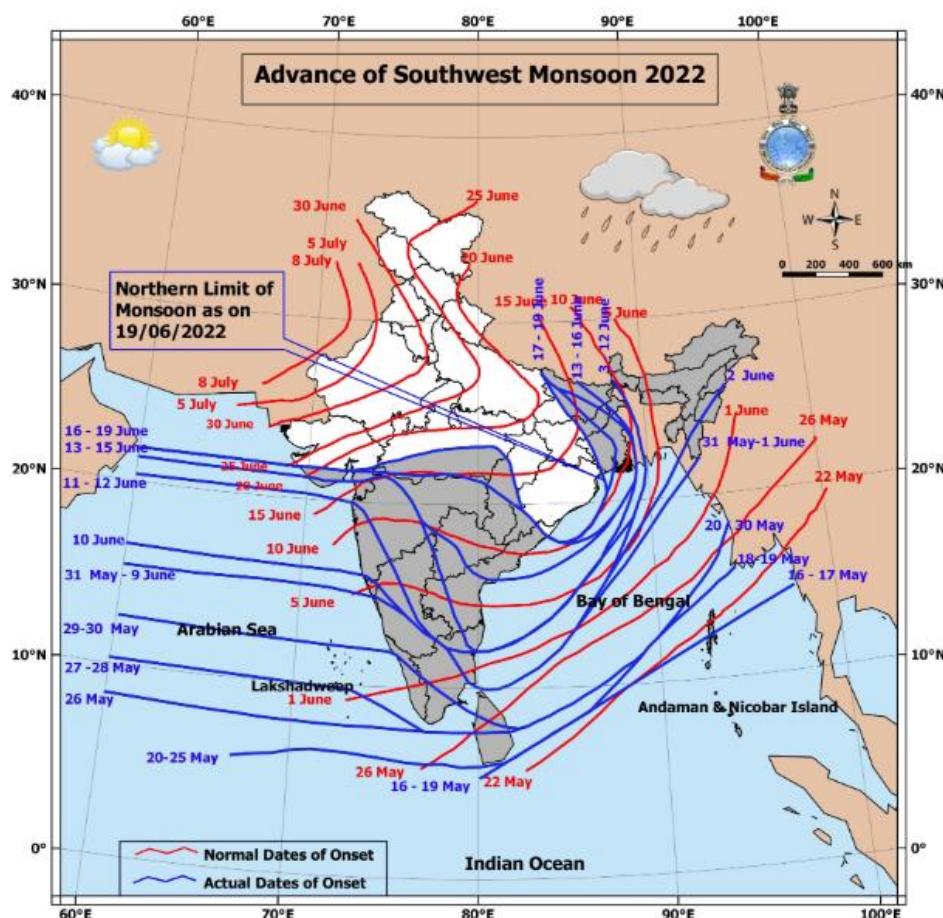
**Oilseeds Domestic Fundamentals:**
**Today's Update-**

Today in Indore, soybean plant prices down by 1.12% to Rs. 6,625 /qtl. In other cash markets too, soybean traded with weak sentiments tracking weakness in global markets and GM Soymeal import. 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.

State-Wise Progress of Area Coverage Under Kharif Soyabean as on 17-Jun-2022					
S.No.	State	Area Covered		Difference in Area coverage with Current Week	
		(Lakh Ha)			
		2022	2021	2021	2020
1	Andhra.Pradesh	0	-	-	-
2	Gujarat	0.022	0.004	0.018	-0.001
3	Karnataka	0.476	0.368	0.108	-0.082
4	Maharashtra	0.007	0.5	-0.493	-1.871
5	Nagaland	0.097	0.108	-0.011	0.046
6	Tamil.Nadu	0.004	-	-	-
7	Telangana.	0.002	0.005	-0.003	-0.161
8	Uttarakhand	0.01	-	-	-
	Total	0.618	0.991	-0.372	-2.092

## Weather Updates

North India is receiving Pre-Monsoon showers for the last 3 days. More such showers are expected over the next 3 more days. Continuing with the wet spell, most parts of Punjab, Haryana, Rajasthan and Delhi will witness moderate rain and thundershowers on 19th, 20th and 21st June. Isolated stations may receive heavy thunderstorms with gusty winds and lightning strikes.



## Previous Update:

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 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.

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.

## 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 down by 1.4% to Rs. 6,975/qtl. However, In other cash markets, traded with weak sentiments tracking weakness in global markets. In Rajasthan arrivals recorded at 1.40 Lakh bags vs 1.35 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.

State-Wise Progress of Area Coverage Under Kharif Groundnut as on 17-Jun-2022					
S.No.	State	Area Covered		Difference in Area coverage with Current Week	
		(Lakh Ha)			
		2022	2021	2021	2020
1	Andhra.Pradesh	0.133	0.132	0.001	-0.15
2	Gujarat	1.003	0.945	0.057	0.117
3	Karnataka	0.262	0.263	0.001	0.03
4	Maharashtra	0	0.07	0.07	0.257
5	Nagaland	0.005	0.005	0	0.001
6	Odisha	0.002	0.002	0	0
7	Punjab	0.006	0.005	0.001	0.004
8	Rajasthan	1.698	2.342	0.644	0.868
9	Tamil.Nadu	0.045	0.057	0.012	0.046
10	Telangana.	0.005	0.012	0.007	0.001
11	Uttar.Pradesh	0.037	0.128	0.092	0.013
12	West.Bengal	0.001	0.003	0.002	0.001
	Total	3.196	3.964	0.768	1.419

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	20-Jun-22			18-Jun-22		
	Low	High		Low	High	
Indore –Plant	6500	6625	6563	6600	6700	-75
Indore–Mandi	6250	6450	6350	6300	6650	-200
Nagpur-Plant	5800	6460	6130	6000	6600	-140
Nagpur – Mandi	5200	6400	5800	5400	6540	-140
Latur – Mandi	6210	6625	6418	6100	6670	-45
Akola – Mandi	5850	6585	6218	6150	6590	-5
Kota-Plant	6000	6500	6250	6200	6600	-100
Kota – Mandi	5800	6400	6100	6000	6500	-100
Bundi-Plant	6000	6500	6250	6200	6600	-100
Bundi-Mandi	5900	6200	6050	6000	6300	-100
Baran-Plant	6100	6500	6300	6300	6650	-150
Baran-Mandi	6000	6400	6200	6200	6550	-150
Bhawani Mandi Jhalawar–Plant	Closed	Closed	-	Closed	Closed	-
Jhalwar-Mandi	Closed	Closed	-	Closed	Closed	-
Rapeseed/Mustard						
Jaipur-(Condition)	6950	6975	6963	7050	7075	-100
Alwar-(Condition)	6300	6350	6325	6400	6450	-100
Sri Ganganagar-(Non-Condition)	6150	6250	6200	6200	6300	-50
New Delhi–(Condition)	6650	6700	6675	6700	6750	-50
Kota-(Condition)	6050	6150	6100	6100	6200	-50
Agra-(Condition)	6762	6857	6810	6952	7048	-190
Neewai-(Condition)	6650	6750	6700	6700	6800	-50
Hapur (UP)-(Condition)	6750	6800	6775	6800	6850	-50
Groundnut Seed						
Rajkot	1085	1085	1085	1080	1080	5
Sunflower Seed						
Gulbarga	3500	5000	4250	5000	6800	-1800
Latur	7100	7200	7150	7100	7200	Unch
Sholapur	7100	7200	7150	7100	7200	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
<b>Soybean</b>	<b>20-Jun-22</b>	<b>18-Jun-22</b>	
Madhya Pradesh	115000	85000	30000
Maharashtra	90000	75000	15000
Kota	10000	10000	Unch
Bundi (Raj)	1200	800	400
Baran (Raj)	1500	1200	300
Jhalawar (Raj)	Closed	Closed	-
<b>Rapeseed/Mustard</b>			
Rajasthan	140000	135000	5000
Alwar	500	1000	-500
Sri Ganganagar	700	1000	-300
Kota	4000	2500	1500
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	6040	5957.5	82.5
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	500	500	Unch

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

Oilseeds	20-Jun-22	18-Jun-22	Change
Rajkot Groundnut bold	6,655	6,515	140
Groundnut Kernel	7900	7950	-50
Gr. Bolds 60/70	8850	8850	Unch
Gr. Javas 60/70	9950	9950	Unch
Gr Javas 70/80	8900	8900	Unch
Gr.Javas 80/90	9400	9400	Unch
KardiSeed 2% Exp Qly	5300	5300	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	7000	7000	Unch
Niger Seed (4% FM)	8000	8000	Unch

### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2022 Indian Agribusiness Systems Limited