

Oilseeds Domestic Fundamentals:
Today's Update-

Today in Indore, soybean plant prices went marginally down by 0.76% to Rs. 6,500 /qtl. In other cash markets too, soybean traded with weak sentiments except Rajasthan tracking weakness in global markets and GM Soymeal import. CBOT Soybean went down by 1.41%. Soybean (plant delivery, Indore) prices are expected to trade with weak bias in the range of 6500-6700/qtl levels in the near-term tracking soy meal import.

Soybean pre sowing intensions: According to Agriwatch, Soybean 2021-22 Kharif sowing acreage likely to decline by 5-8%. Acreage is likely to shift to cotton and Maize on lucrative prices.

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

STATE-WISE RAINFALL DISTRIBUTION

S NO	MET. SUBDIVISION/UT/STATE/DISTRICT	Day:21-06-2022				Period:01-06-2022 To 21-06-2022			
		ACTUAL (mm)	NORMAL (mm)	% DEP.	CAT.	ACTUAL (mm)	NORMAL (mm)	% DEP.	CAT.
REGION : EAST AND NORTH EAST INDIA									
1	ARUNACHAL PRADESH	13.9	18.0	-23%	D	403.5	285.4	41%	E
2	ASSAM	5.2	13.2	-60%	LD	551.4	279.6	97%	LE
3	MEGHALAYA	43.9	22.0	99%	LE	1299.0	474.8	174%	LE
4	NAGALAND	12.1	9.1	33%	E	162.4	172.5	-6%	N
5	MANIPUR	1.8	10.3	-82%	LD	140.8	202.2	-30%	D
6	MIZORAM	5.2	15.2	-66%	LD	236.5	289.5	-18%	N
7	TRIPURA	4.5	9.8	-54%	D	338.7	303.3	12%	N
8	SIKKIM	47.6	13.1	263%	LE	504.6	293.0	72%	LE
9	WEST BENGAL	13.3	12.2	9%	N	210.0	185.1	13%	N
10	JHARKHAND	3.4	9.0	-63%	LD	55.7	101.5	-45%	D
11	BIHAR	13.9	6.3	120%	LE	85.4	87.8	-3%	N
REGION : NORTH WEST INDIA									
1	UTTAR PRADESH	1.2	3.3	-65%	LD	10.5	45.6	-77%	LD
2	UTTARAKHAND	2.6	7.0	-63%	LD	42.2	103.2	-59%	D
3	HARYANA	4.3	2.3	87%	LE	25.4	31.4	-19%	N
4	CHANDIGARH (UT)	16.1	6.3	155%	LE	50.7	91.4	-45%	D
5	DELHI (UT)	0.0	2.2	-99%	LD	12.7	35.7	-64%	LD
6	PUNJAB	6.7	2.2	206%	LE	30.5	30.4	0%	N
7	HIMACHAL PRADESH	5.4	2.9	85%	LE	35.4	60.2	-41%	D
8	JAMMU & KASHMIR (UT)	6.3	2.8	124%	LE	57.5	46.0	25%	E
9	LADAKH (UT)	0.2	0.0	1934%	LE	1.7	2.5	-30%	D
10	RAJASTHAN	8.2	2.8	192%	LE	39.0	27.9	40%	E
REGION : CENTRAL INDIA									
1	ODISHA	17.3	10.8	60%	LE	78.7	125.7	-37%	D
2	MADHYA PRADESH	11.1	5.8	91%	LE	67.7	63.8	6%	N
3	GUJARAT	4.4	4.5	-3%	N	27.3	54.5	-50%	D
4	DADRA & NAGAR HAVELI AND DAMAN & DIU (UT)	44.7	15.1	196%	LE	85.0	171.8	-50%	D
5	GOA	50.1	34.8	44%	E	376.2	607.6	-38%	D
6	MAHARASHTRA	10.5	7.2	46%	E	64.9	126.4	-49%	D
7	CHHATTISGARH	17.2	10.8	60%	LE	73.2	97.1	-25%	D
REGION : SOUTH PENINSULA									
1	ANDAMAN & NICOBAR (UT)	0.6	12.3	-95%	LD	163.3	308.6	-47%	D
2	ANDHRA PRADESH	6.8	2.8	143%	LE	74.5	64.6	15%	N
3	TELANGANA	27.2	4.9	455%	LE	90.1	85.8	5%	N
4	TAMIL NADU	5.3	1.3	307%	LE	71.0	36.9	92%	LE
5	PUDUCHERRY (UT)	1.6	1.3	22%	E	48.7	50.0	-3%	N
6	KARNATAKA	7.0	6.5	8%	N	100.7	133.6	-25%	D
7	KERALA	12.1	23.0	-48%	D	182.4	440.3	-59%	D
8	LAKSHADWEEP (UT)	2.7	11.2	-76%	LD	280.5	248.8	13%	N
COUNTRY :		9.4	6.4	47%		97.5	99.2	-2%	

CATEGORYWISE DISTRIBUTION OF NO.OF STATES

CATEGORY	Day:21-06-2022	Period:01-06-2022 To 21-06-2022
	NO.OF STATES	NO.OF STATES
Large Excess	17	4
Excess	4	3
Normal	3	12
Deficient	3	15
Large Deficient	9	2
NoRain	0	0
NoData	0	0



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 ere 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.

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 88% vs 78% a week ago, 93% a year ago and 88% 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 0.4% to Rs. 6,925/qtl. However in other cash markets too, traded with firm sentiments amid weakness in palm oil. In Rajasthan arrivals recorded at 1.40 Lakh bags vs 1.30 lakh bags previous day. There is subdued demand from oil millers on disparity 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 6,800-7100 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.

Groundnut pre sowing intensions: According to Agriwatch, Groundnut 2021-22 Kharif sowing acreage likely to decline by 5-10%. Acreage likely to shift to cotton on lucrative prices.

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.

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

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	22-Jun-22		21-Jun-22		
	Low	High	Low	High	
Indore –Plant	6350	6500	6450	6550	-50
Indore–Mandi	6200	6400	6150	6375	25
Nagpur-Plant	6000	6300	6100	6360	-60
Nagpur – Mandi	5850	6250	5650	6300	-50
Latur – Mandi	6150	6530	6010	6575	-45
Akola – Mandi	5450	6275	5400	6390	-115
Kota-Plant	5900	6450	5800	6350	100
Kota – Mandi	5800	6350	5700	6250	100
Bundi-Plant	5900	6480	5800	6400	80
Bundi-Mandi	5900	6180	5800	6100	80
Baran-Plant	6000	6460	6000	6380	80
Baran-Mandi	5900	6360	5900	6280	80
Bhawani Mandi Jhalawar–Plant	Closed	Closed	Closed	Closed	-
Jhalwar-Mandi	Closed	Closed	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	6900	6925	6925	6950	-25
Alwar-(Condition)	6500	6550	6250	6300	250
Sri Ganganagar-(Non-Condition)	6250	6350	6115	6215	135
New Delhi–(Condition)	6600	6650	6550	6600	50
Kota-(Condition)	6200	6300	5950	6050	250
Agra-(Condition)	6714	6810	6667	6762	48
Neewai-(Condition)	6400	6500	6550	6650	-150
Hapur (UP)-(Condition)	6650	6700	6650	6700	Unch
Groundnut Seed					
Rajkot	1070	1070	1080	1080	-10
Sunflower Seed					
Gulbarga	3900	5000	3600	5000	Unch
Latur	7100	7200	7100	7200	Unch
Sholapur	7100	7200	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
Soybean	22-Jun-22	21-Jun-22	
Madhya Pradesh	80000	95000	-15000
Maharashtra	75000	80000	-5000
Kota	9000	7000	2000
Bundi (Raj)	1300	1600	-300
Baran (Raj)	1200	1800	-600
Jhalawar (Raj)	Closed	Closed	-
Rapeseed/Mustard			
Rajasthan	140000	130000	10000
Alwar	1500	1000	500
Sri Ganganagar	800	800	Unch
Kota	3000	5000	-2000
Groundnut Seed			
Rajkot (Gujarat)	6000	5975	25
Sunflower Seed			
Sholapur (Maharashtra)	500	500	Unch

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

Oilseeds	22-Jun-22	21-Jun-22	Change
Rajkot Groundnut bold	-	6,550	-
Groundnut Kernel	7875	7875	Unch
Gr. Bolds 60/70	8950	8850	100
Gr. Javas 60/70	10050	9950	100
Gr Javas 70/80	9000	8900	100
Gr.Javas 80/90	9500	9400	100
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

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