

Oilseeds Domestic Fundamentals:

Today's Update-

Today in Indore, soybean plant prices extended previous day loss and corrected by 1.12% at Rs. 6,200/qtl. In other cash markets soybean traded with weak sentiments amid weak demand from crushers, soymeal import and weak cues from global markets too weighed on Indore soybean prices. Soybean (plant delivery, Indore) prices are expected to trade with weak bias in the range of 6300-6500/qtl levels in the near-term tracking soy meal import and weak demand from crushers. On Monday, CBOT remained closed on independence day.

International market sentiments:

Oilseed and edible oil futures extended previous day loss and plummeted to multi-month lows on Wednesday, joining a broad sell-off in equities and futures as fears of a global economic recession triggered long liquidation.

International Market sentiments (06th July'22)			
Name	Daily	1 Week	1 Month
US Soybeans	0.61%	-3.70%	-6.87%
US Soybean Oil	-5.96%	-13.79%	-19.03%
Palm Oil	-3.00%	-16.64%	-19.95%
Canola	-2.06%	-5.41%	-5.41%
US Soybean Meal	-16.13%	-17.01%	-18.83%

Soybean Sowing Updates:

From 1st June'22-06th July'22, cumulative rainfall recorded low by -7% in MH, above average in Rajasthan at 40% and in MP cumulative rainfall remained below average at -2%. As on 02nd July'22 All India Kharif soybean

Area Covered As on 2nd July'22 (Lakh Ha)				
State	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 06th July'22
Maharashtra	19.86	21.59	-8%	-7%
Rajasthan	3.37	2.47	37%	40%
Madhya Pradesh	3.34	1.96	70%	-2%
Karnataka	2.37	2.69	-12%	7%
Telangana	0.76	0.78	-2%	36%
Gujarat	0.43	0.41	5%	-13%
Others	0.37	0.39	-5%	
Total	30.52	30.29	1%	

sowing progress is up by 1% to 30.52 Lakh hectare as compared to 30.29 Lakh hectare last year in the same period. Agri watch expects soybean acreage to decline by 5-8% amid acreage shift to cotton and Maize.

International:

According to USDA's latest report, 2% of Soybean crop is in very poor condition, 7% is in poor condition, 28% in fair condition, 54% in good condition and 9% in excellent condition.

RM seed**Today's Update-**

Today Jaipur RM seed prices extended previous day loss and went down by 1.1% to Rs. 6,825/qtl. In other cash markets traded with weak sentiments amid weak demand from crushers and shrinking arrivals. In Rajasthan arrivals shrink to 1.15 Lakh bags vs 1.25 Lakh bags previous day. Expellers are running at slow pace and crushing is shifted to kachhi ghani. There is subdued demand from oil millers on disparity whereas, farmers are unwilling to sell their produce at discounted price. Moreover, traders are not able to 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 weak demand from crushers and weak cues from global markets.

Previous Updates-

- 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.
- 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.

Area Covered As on 2nd July'22 (Lakh Ha)					
	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 06th July'22	
Gujarat	6.88	9.99	-31%	-13%	
Rajasthan	4.41	5.11	-14%	40%	
Karnataka	0.89	1.07	-17%	-7%	
Andhra Pradesh	0.55	0.34	63%	22%	
Others	0.98	1.76	-44%		
Total	13.71	18.28	-25%		

As on 02nd July'22 All India Kharif Groundnut sowing progress is lagging by 25% to 13.71 Lakh hectare as compared to 18.28 Lakh hectare last year in the same period. From 1st June'22 to 6th July'22 cumulative rainfall was deficit by -13% in Gujarat, 40% above normal in Rajasthan, -7% deficit in Karnataka and 22% above average in Andhra Pradesh. Agriwatch expects Groundnut 2022-23 Kharif sowing acreage is likely to decline by 8-12%. Acreage is likely to shift to cotton on lucrative prices.

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	06-Jul-22		05-Jul-22		
	Low	High	Low	High	
Indore –Plant	6100	6200	6150	6270	-70
Indore–Mandi	Closed	Closed	6000	6200	-
Nagpur-Plant	6000	6450	6200	6530	-80
Nagpur – Mandi	5225	6150	5500	6230	-80
Latur – Mandi	5900	6245	5800	6450	-205
Akola – Mandi	5600	6195	5225	6275	-80
Kota-Plant	5700	6100	5800	6200	-100
Kota – Mandi	5750	6050	5800	6150	-100
Bundi-Plant	5800	6100	6000	6200	-100
Bundi-Mandi	5500	5900	5700	6000	-100
Baran-Plant	5700	6120	5800	6200	-80
Baran-Mandi	5400	6000	5600	6080	-80
Bhawani Mandi Jhalawar–Plant	6100	6200	Closed	Closed	-

Jhalwar-Mandi	6060	6140	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	6800	6825	6875	6900	-75
Alwar-(Condition)	6350	6400	6450	6500	-100
Sri Ganganagar-(Non-Condition)	6000	6100	6100	6200	-100
New Delhi-(Condition)	6475	6525	6600	6650	-125
Kota-(Condition)	6200	6300	6250	6350	-50
Agra-(Condition)	6762	6857	6905	7000	-143
Neewai-(Condition)	6350	6550	6500	6700	-150
Hapur (UP)-(Condition)	6650	6700	6750	6800	-100
Groundnut Seed					
Rajkot	1100	1100	1100	1100	Unch
Sunflower Seed					
Gulbarga	4100	5000	4000	5100	-100
Latur	6700	6800	7100	7200	-400
Sholapur	6700	6800	7100	7200	-400
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	06-Jul-22	05-Jul-22	
Madhya Pradesh	40000	40000	Unch
Maharashtra	60000	60000	Unch
Kota	8000	8000	Unch
Bundi (Raj)	2000	1000	1000
Baran (Raj)	1700	2200	-500
Jhalawar (Raj)	1200	Closed	-
Rapeseed/Mustard			
Rajasthan	115000	125000	-10000
Alwar	1500	1000	500
Sri Ganganagar	1000	800	200
Kota	600	700	-100
Groundnut Seed			
Rajkot (Gujarat)	6200	6125	75
Sunflower Seed			

Sholapur (Maharashtra)	800	500	300
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Other Oilseed Prices at Mumbai (INR/100 Kg):

Oilseeds	6-Jul-22	5-Jul-22	Change
Groundnut Kernel	7950	8050	-100
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	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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