

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

Today in Indore, soybean plant prices remained sideways and went marginally down by 0.79% at Rs. 6,400/qtl. However, in other cash markets too soybean traded with mixed sentiments. Soybean (plant delivery, Indore) prices are expected to trade with weak bias in the range of 6000-6500/qtl levels in the near-term tracking soy meal import and weak demand from crushers amid squeeze in crush margin.

<b>State wise Soybean sowing progress as on 8th July'22 (Lakh Ha)</b>				
<b>State</b>	<b>2022</b>	<b>2021</b>	<b>% Change</b>	<b>Cumulative Rainfall Departure (%) 1st June to 13th July'22</b>
<b>Maharashtra</b>	32.173	34.783	-8%	35%
<b>Madhya Pradesh</b>	10.7	24.21	-56%	11%
<b>Rajasthan</b>	5.669	4.113	38%	45%
<b>Karnataka</b>	3.386	3.427	-1%	33%
<b>Telangana.</b>	1.216	1.06	15%	127%
<b>Others</b>	1.283	1.951	-34%	
<b>Total</b>	<b>54.42</b>	<b>69.54</b>	<b>-22%</b>	

**Soybean Sowing Updates:**

Cumulative rainfall departure from 1st June '22 to 13th July '22 was recorded above average by +14% in Maharashtra, in Rajasthan by +44%, and in Madhya Pradesh by +1%. Despite good rainfall, soybean acreage is lagging due to an acreage shift to competing crops. As of July 02nd, '22, all India Kharif soybean sowing progress is down by 22% to 54.42 lakh hectares as compared to 69.54 lakh hectares last year in the same period. Agri Watch expects soybean acreage to decline by 5–8% due to acreage shift to cotton and maize.

**International market update:**

USDA has slashed USA's 2022-23 Soybean production estimate in its June 22 report, by -2.91% to 122 MMT as compared to 126 MMT previous month. However, Soy production is still up by 2% as compared to previous year. Whereas Brazil's 2022-23 Soybean production estimate kept unchanged at 149 MMT

		Jun	July		
	2021/22	2022/23	2022/23	% Change Over Previous Month	% Change over previous Year
Brazil	1,26,000	1,49,000	1,49,000	0.00%	18%
USA	1,20,707	1,26,280	1,22,606	-2.91%	2%
Argentina	44,000	51,000	51,000	0.00%	16%
China	16,400	17,500	17,500	0.00%	7%
India	11,900	11,500	11,500	0.00%	-3%
Paraguay	4,200	10,000	10,000	0.00%	138%
Canada	6,272	6,300	6,000	-4.76%	-4%
Other	23,265	23,790	23,790	0.00%	2%
Total	3,52,744	3,95,370	3,91,396	-1.01%	11%

MoM and 18% up as compared to last year. Argentina's 2022-23 Soybean production estimates too kept unchanged at 51 MMT as compared to previous month estimates whereas 16% up as compared to previous year. India's 2022-23 Soybean production kept unchanged as compared to previous month estimates while 3% lower production estimates at 11.5 MMT as compared to 11.9 MMT previous year.

Overall, there is 1% of production cut at 391 MMT as compared to 395 MMT previous month estimates. However, there is an 11% increase in total soybean production estimates as compared to previous year.

Overall global supply seems comfortable, however crop condition in USA, crude oil prices and export demand from China likely to set the tone of the market.

According to USDA's latest report, 62% of the soybean crop is in good to excellent condition vs 63% previous week and 59% previous year.

International Market sentiments (13th July'22)			
(Commodity: Near month expiry)	Daily	1 Week	1 Month
US Soybean	1.35%	-1.85%	-4.82%
US Soybean Oil	-1.37%	-11.50%	-18.92%
KLC Palm Oil	-0.39%	-0.39%	-19.01%
ICE Canola	-3.52%	-0.43%	-2.92%
WTI Crude oil	1.58%	-8.29%	-9.48%

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**RM seed****Today's Update-**

Today Jaipur RM seed prices remained sideways and went marginally down by 0.4% Rs. 6,925/qrtl. In other cash markets traded with mixed sentiments amid weak demand from crushers and shrinking arrivals. In Rajasthan arrivals recorded at 1.05 Lakh bags. In Bharatpur, upon less availability of RM seed, out of 90 approximately half of the mills are shut and 30% are running in half shift. Mustard is currently premium over competing oils such as soy oil and CPO. Hence, there is weak demand of Mustard in the market and has kept RM seed prices under pressure.

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 6,800-7200 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, the 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:**

Upon lag in sowing progress, Groundnut bold 60/70 trading with firm sentiments. However, there is sluggish export demand this year on high freight charges to the potential destinations, but there is good domestic demand. 60/70 Groundnut bold average prices are likely to trade with firm bias in the range of INR 8,800-9,200/Qtl. in the short run.

As on 02nd July'22 All India Kharif Groundnut sowing progress is lagging by 19% to 20.51 Lakh hectare as compared to 25.31 Lakh hectare last year in the same period. From 1st June'22 to 13th July'22 cumulative

Statewise Groundnut sowing progress as on 08th July'22 (Lakh Ha)				
	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 13th July'22
Gujarat	10.14	14.50	-30%	80%
Rajasthan	5.84	5.68	3%	45%
Karnataka	1.13	1.32	-14%	33%
Andhra Pradesh	0.74	0.59	25%	31%
Others	2.66	3.22	-17%	
Total	20.51	25.31	-19%	

rainfall departure is up by 80% in Gujarat, 45% in Rajasthan, 33% in Karnataka and 31% 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	12-Jul-22		11-Jul-22		
	Low	High	Low	High	
Indore –Plant	6200	6350	6300	6450	-100
Indore–Mandi	6000	6250	6000	6370	-120
Nagpur-Plant	6100	6620	6000	6545	75
Nagpur – Mandi	5200	6240	5100	6165	75
Latur – Mandi	6360	6495	6000	6460	35
Akola – Mandi	5450	6165	5000	6145	20
Kota-Plant	6200	6350	6200	6300	50
Kota – Mandi	6000	6250	6000	6200	50
Bundi-Plant	6100	6200	5900	6120	80
Bundi-Mandi	6000	6050	5800	5970	80
Baran-Plant	6100	6450	6100	6370	80
Baran-Mandi	5700	6250	5700	6170	80
Bhawani Mandi Jhalawar–Plant	6200	6350	6200	6280	70
Jhalwar-Mandi	6150	6300	6150	6225	75
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	6925	6950	6900	6925	25
Alwar-(Condition)	6450	6500	6450	6500	Unch
Sri Ganganagar-(Non-Condition)	6550	6600	6350	6400	200
New Delhi–(Condition)	6450	6550	6500	6600	-50
Kota-(Condition)	6250	6350	6100	6200	150
Agra-(Condition)	6952	7048	6857	7000	48
Neewai-(Condition)	6500	6700	6350	6550	150
Hapur (UP)-(Condition)	6750	6800	6700	6750	50
<b>Groundnut Seed</b>					
Rajkot	NA	NA	1120	1120	-
<b>Sunflower Seed</b>					
Gulbarga	4400	5400	4400	5400	Unch
Latur	6600	6700	6600	6700	Unch
Sholapur	6600	6700	6600	6700	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>12-Jul-22</b>	<b>11-Jul-22</b>	
Madhya Pradesh	100000	50000	50000
Maharashtra	80000	60000	20000
Kota	10000	8000	2000
Bundi (Raj)	400	600	-200
Baran (Raj)	2000	3000	-1000
Jhalawar (Raj)	2000	400	1600
<b>Rapeseed/Mustard</b>			
Rajasthan	105000	115000	-10000
Alwar	800	1500	-700
Sri Ganganagar	700	800	-100
Kota	700	1000	-300
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	NA	6267.5	-
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	1200	1200	Unch

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

Oilseeds	12-Jul-22	11-Jul-22	Change
Groundnut Kernel	8125	8000	125
Gr. Bolds 60/70	9200	9100	100
Gr. Javas 60/70	10300	10200	100
Gr Javas 70/80	9250	9150	100
Gr.Javas 80/90	9750	9650	100
KardiSeed 2% Exp Qly	5300	5300	Unch
Sesame White 98/2/1 FM	10000	10000	Unch
Whitish 95/5/FFA/1FM	9800	9800	Unch
Brown 48/2 FFA/4 FM	9600	9600	Unch
Brown 48/3 FFA/4 FM	9200	9200	Unch
Brown 48/4 FM/* No FFA Guarantee	8500	8500	Unch
Sunflower Seed	7000	7000	Unch
Niger Seed (4% FM)	8000	8000	Unch

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