

### Oilseeds Domestic Fundamentals:

#### Today's Update-

Today in Indore, soybean plant prices extended previous day loss and went marginally down by 0.80% at Rs. 6,200/qtl. However, in other cash markets soybean traded with weak 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.

**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 08th, '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.

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

Madhya Pradesh	Cumulative Rainfall Departure (%) 1st June to 14th July'22	Maharashtra	Cumulative Rainfall Departure (%) 1st June to 14th July'22	Rajasthan	Cumulative Rainfall Departure (%) 1st June to 14th July'22
Dewas	79%	Latur	100%	Kota	57%
Videsha	63%	Parbhani	92%	Baran	45%
Rajgah	39%	Nagpur	58%	Bundi	43%
Shajahpur	28%	Yavatmal	41%	Jhalawar	38%
Ratlam	19%	Hingoli	34%	Chittaurgarh	-6%
Indore	16%	Jalna	33%	Pratapgarh	-14%
Ujjain	15%	Buldhana	17%	Rajasthan	43%
Ashok nagar	1%	Amaravati	13%		
Mandsaur	-1%	Washim	12%		
Dhar	-3%	Akola	5%		
MP	16%	Maharashtra	44%		

### 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.

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

Today Jaipur RM seed prices remained sideways and went marginally down by 0.4% Rs. 6,925/qrtl. However, In other cash markets traded with mixed sentiments amid weak demand from crushers and shrinking arrivals. In Rajasthan arrivals recorded at 1 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 continued to gain and traded 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 9,000-9,500/Qtl. in the short run.

As on 08nd 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

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

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	15-Jul-22		14-Jul-22		
	Low	High	Low	High	
Indore –Plant	6000	6200	6050	6250	-50
Indore–Mandi	Closed	Closed	5800	6150	-
Nagpur-Plant	6300	6950	6300	6915	35
Nagpur – Mandi	5400	6550	5400	6535	15
Latur – Mandi	6005	6350	6215	6330	20
Akola – Mandi	5250	6255	5500	6195	60
Kota-Plant	5800	6200	5800	6120	80
Kota – Mandi	5700	6100	5700	6030	70
Bundi-Plant	5700	6050	5700	5900	150
Bundi-Mandi	5800	6000	5800	5850	150
Baran-Plant	5900	6300	5900	6200	100
Baran-Mandi	5500	6100	5500	6000	100
Bhawani Mandi Jhalawar–Plant	6000	6250	6000	6170	80
Jhalwar-Mandi	6100	6230	6100	6150	80
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	6900	6925	6925	6950	-25
Alwar-(Condition)	6500	6550	6450	6500	50
Sri Ganganagar-(Non-Condition)	NA	NA	6380	6430	-
New Delhi–(Condition)	6450	6500	6600	6650	-150
Kota-(Condition)	6400	6500	6300	6400	100
Agra-(Condition)	6810	6905	7000	7095	-190
Neewai-(Condition)	6600	6800	6550	6750	50
Hapur (UP)-(Condition)	6650	6700	6700	6750	-50
<b>Groundnut Seed</b>					
Rajkot	1135	1135	1125	1125	10
<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>15-Jul-22</b>	<b>14-Jul-22</b>	
Madhya Pradesh	85000	75000	10000
Maharashtra	80000	70000	10000
Kota	15000	10000	5000
Bundi (Raj)	300	700	-400
Baran (Raj)	700	1000	-300
Jhalawar (Raj)	1800	2600	-800
<b>Rapeseed/Mustard</b>			
Rajasthan	100000	100000	Unch
Alwar	800	1200	-400
Sri Ganganagar	NA	200	-
Kota	400	400	Unch
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	6427.5	6262.5	165
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	600	1200	-600

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

Oilseeds	15-Jul-22	14-Jul-22	Change
Groundnut Kernel	8100	8100	Unch
Gr. Bolds 60/70	9300	9300	Unch
Gr. Javas 60/70	10400	10400	Unch
Gr Javas 70/80	9350	9350	Unch
Gr.Javas 80/90	9850	9850	Unch
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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