

### Oilseeds Domestic Fundamentals:

#### Today's Update-

Today in Indore, soybean plant prices remained stable at Rs. 6,100/qtl. In other cash markets too soybean prices went down on weak demand. 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 and weak global cues.

**Soybean Sowing Updates:** Cumulative rainfall departure from 1st June '22 to 17th July '22 was recorded above average by +43% in Maharashtra, in Rajasthan by +52%, and in Madhya Pradesh by +17%. As of July 08th, '22, all India Kharif soybean sowing progress is up by 10% to 99.35 lakh

State wise Soybean sowing progress as on 15th July'22 (Lakh Ha)				
State	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 21st July'22
Maharashtra	41.26	38.36	8%	43%
Madhya Pradesh	40.65	38.98	4%	21%
Rajasthan	9.88	5.56	78%	52%
Karnataka	3.70	3.60	3%	33%
Telangana.	1.30	1.28	2%	115%
Others	2.55	2.54	0%	
<b>Total</b>	<b>99.35</b>	<b>90.32</b>	<b>10%</b>	

hectares as compared to 90.32 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 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.

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

Today Jaipur RM seed prices remained stable at Rs. 6,825/qtl. despite shrink in arrivals. 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. Correction in CPO putting pressure on mustard in upcoming days too RM seed prices are likely to trade with weak bias.

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 buy due to stock limits 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 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:**

Amid lag in sowing progress and good Groundnut oil demand, 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 15th July'22 All India Kharif Groundnut sowing progress is lagging by 3% to 28.8 Lakh hectare as compared to 29.7 Lakh hectare last year in the same period. From 1st June'22 to 17th

Statewise Groundnut sowing progress as on 15th July'22 (Lakh Ha)				
	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 21st July'22
Gujarat	14.26	15.402	-7%	66%
Rajasthan	6.398	6.456	-1%	52%
Karnataka	1.435	1.726	-17%	33%
Andhra Pradesh	1.469	1.118	31%	19%
Others	5.329	5.02	6%	
Total	28.891	29.722	-3%	

July'22 cumulative rainfall departure is up by 79% in Gujarat, 52% in Rajasthan, 40% in Karnataka and 20% 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	23-Jul-22		22-Jul-22		
	Low	High	Low	High	
Indore –Plant	5950	6100	6000	6100	Unch
Indore–Mandi	5800	6000	5700	6000	Unch
Nagpur-Plant	6250	6400	5970	6400	Unch
Nagpur – Mandi	5750	6000	5275	6100	-100
Latur – Mandi	6000	6325	6000	6325	Unch
Akola – Mandi	5400	6150	5400	6080	70
Kota-Plant	6050	6150	5500	5850	300
Kota – Mandi	5850	6000	5600	5800	200
Bundi-Plant	5500	6000	5300	5800	200
Bundi-Mandi	5700	5875	5600	5760	115
Baran-Plant	5500	6000	5500	5970	30
Baran-Mandi	5500	5870	5400	5770	100
Bhawani Mandi Jhalawar–Plant	5600	5900	5600	5870	30
Jhalwar-Mandi	5600	5900	5700	5850	50
Rapeseed/Mustard					
Jaipur-(Condition)	6800	6825	6800	6825	Unch
Alwar-(Condition)	6400	6425	6350	6400	25
Sri Ganganagar-(Non-Condition)	6200	6225	6120	6170	55
New Delhi–(Condition)	6350	6400	6500	6525	-125

Kota-(Condition)	6200	6250	6120	6220	30
Agra-(Condition)	6762	6857	6714	6810	48
Neewai-(Condition)	6300	6450	6200	6400	50
Hapur (UP)-(Condition)	6600	6650	6450	6500	150
<b>Groundnut Seed</b>					
Rajkot	1090	1090	1130	1130	-40
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	0	0	-
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>23-Jul-22</b>	<b>22-Jul-22</b>	
Madhya Pradesh	125000	125000	Unch
Maharashtra	80000	90000	-10000
Kota	12000	15000	-3000
Bundi (Raj)	500	700	-200
Baran (Raj)	500	900	-400
Jhalawar (Raj)	1200	1500	-300
<b>Rapeseed/Mustard</b>			
Rajasthan	90000	100000	-10000
Alwar	700	1000	-300
Sri Ganganagar	500	600	-100
Kota	800	800	Unch
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	6145	6400	-255
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	600	600	Unch

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

Oilseeds	23-Jul-22	22-Jul-22	Change
Groundnut Kernel	8250	8250	Unch
Gr. Bolds 60/70	9900	9600	300
Gr. Javas 60/70	10100	10700	-600
Gr Javas 70/80	10700	9650	1050
Gr.Javas 80/90	10150	10150	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	8600	8600	Unch
Sunflower Seed	7000	7000	Unch
Niger Seed (4% FM)	8000	8000	Unch

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