

Oilseeds Domestic Fundamentals:

Today's Update-

Today in Indore, soybean plant prices went marginally up by 0.80% at Rs. 6,300/qtl. In other cash markets too soybean prices went up amid shrink in arrivals. 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 25th July '22 recorded

above average by 37% in Maharashtra, 49% in Rajasthan, and in Madhya Pradesh by 23%. As of July 22nd, '22, all India Kharif soybean sowing progress is up by 9% to 108.37 lakh hectares as compared

State wise Soybean sowing progress as on 22nd July'22 (Lakh Ha)				
State	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 25th July'22
Maharashtra	43.203	42.135	3%	37%
Madhya Pradesh	45.58	41.86	9%	23%
Rajasthan	10.9	6.512	67%	49%
Karnataka	3.998	3.738	7%	26%
Telangana.	1.372	1.372	0%	110%
Others	3.317	3.375	-2%	
Total	108.37	98.992	9%	

to 98.9 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.

RM seed**Today's Update-**

Today Jaipur RM seed prices remained sideways and went marginally up by 0.4% to Rs. 6,850/qtl. 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 domestic and export demand, Groundnut 60/70 continued to trade 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 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 22nd July'22 All India Kharif Groundnut sowing progress is lagging by 8% to 33.29 Lakh hectare as compared to 36.13 Lakh hectare last year in the same period. From 1st June'22 to 25th

Statewise Groundnut sowing progress as on 22nd July'22 (Lakh Ha)				
	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 25th July'22
Gujarat	15.63	17.65	-11%	62%
Rajasthan	7.35	6.63	11%	49%
Karnataka	1.81	3.06	-41%	26%
Andhra Pradesh	2.11	2.35	-10%	20%
Others	6.39	6.45	-1%	
Total	33.29	36.13	-8%	

July'22 cumulative rainfall departure is up by 62% in Gujarat, 49% in Rajasthan, 26% 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	27-Jul-22		26-Jul-22		
	Low	High	Low	High	
Indore –Plant	6200	6300	6150	6250	50
Indore–Mandi	5900	6100	5850	6050	50
Nagpur-Plant	6200	6400	6200	6410	-10
Nagpur – Mandi	5300	6000	5275	6010	-10
Latur – Mandi	6000	6380	6000	6345	35
Akola – Mandi	5200	6045	5100	5955	90
Kota-Plant	6250	6350	6200	6300	50
Kota – Mandi	6150	6250	6100	6200	50
Bundi-Plant	5950	6230	5900	6180	50
Bundi-Mandi	6050	6150	6000	6100	50
Baran-Plant	5800	6200	5800	6140	60
Baran-Mandi	5700	6100	5700	6040	60
Bhawani Mandi Jhalawar–Plant	6000	6250	6000	6150	100
Jhalwar-Mandi	5900	6180	5900	6080	100
Rapeseed/Mustard					
Jaipur-(Condition)	6825	6850	6800	6825	25
Alwar-(Condition)	6425	6450	6425	6450	Unch
Sri Ganganagar-(Non-Condition)	6200	6250	6000	6050	200
New Delhi–(Condition)	6370	6420	6370	6420	Unch

Kota-(Condition)	6200	6250	6100	6150	100
Agra-(Condition)	6810	6905	6810	6905	Unch
Neewai-(Condition)	6350	6550	6300	6500	50
Hapur (UP)-(Condition)	6550	6600	6550	6600	Unch
Groundnut Seed					
Rajkot	1165	1165	1100	1100	65
Sunflower Seed					
Gulbarga	NA	NA	NA	NA	-
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
Soybean	27-Jul-22	26-Jul-22	
Madhya Pradesh	90000	100000	-10000
Maharashtra	75000	85000	-10000
Kota	13000	8000	5000
Bundi (Raj)	200	250	-50
Baran (Raj)	125	150	-25
Jhalawar (Raj)	200	500	-300
Rapeseed/Mustard			
Rajasthan	90000	90000	Unch
Alwar	1000	500	500
Sri Ganganagar	1000	900	100
Kota	400	700	-300
Groundnut Seed			
Rajkot (Gujarat)	6312.5	6165	147.5
Sunflower Seed			
Sholapur (Maharashtra)	500	500	Unch

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

Oilseeds	27-Jul-22	26-Jul-22	Change
Groundnut Kernel	8150	8200	-50
Gr. Bolds 60/70	9900	9900	Unch

Gr. Javas 60/70	10100	10100	Unch
Gr Javas 70/80	10700	10700	Unch
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

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2022 Indian Agribusiness Systems Limited