

### Oilseeds Domestic Fundamentals:

#### Today's Update-

Today in Indore, soybean plant prices went down by 1.59% to Rs. 6,200/qtl. In other cash markets too soybean traded with weak bias amid rebound 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.

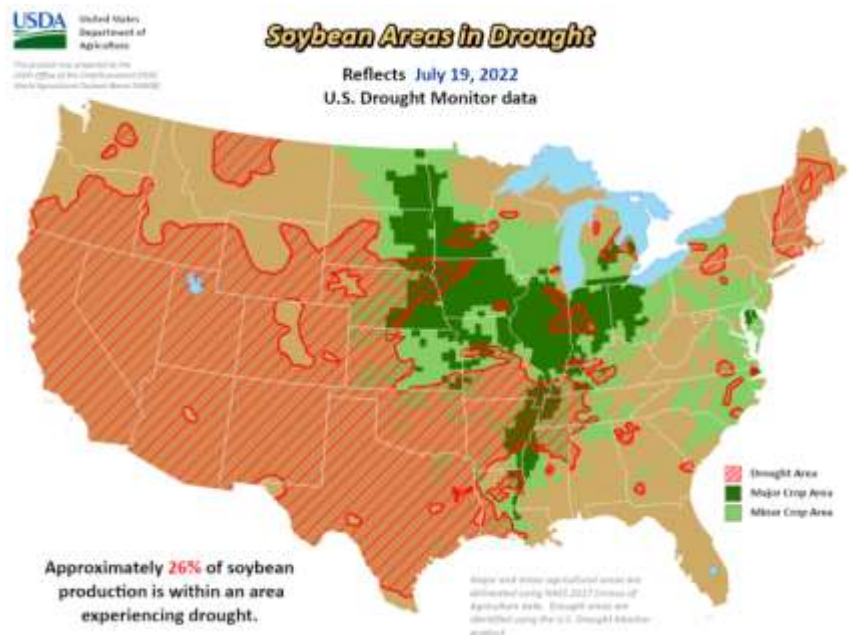
**Soybean Sowing Updates:** Cumulative rainfall departure from 1st June'22 to 29th July '22 recorded above average by 32% in Maharashtra, 57% in Rajasthan, 20% in Madhya Pradesh. As of July 29th, '22, all India Kharif soybean sowing progress is up by 3% to 114.69 lakh hectares as compared to 111.89 lakh 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 29th July'22 (Lakh Ha)				
State	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 29th July'22
Maharashtra	45.62	43.83	4%	32%
Madhya Pradesh	48.76	49.76	-2%	20%
Rajasthan	11.24	9.56	18%	57%
Karnataka	4.08	3.78	8%	25%
Telangana.	1.39	1.39	0%	110%
Others	3.60	3.56	1%	
Total	114.69	111.89	3%	

#### International market update:

Uptrend in CBOT Soy futures continued for fifth consecutive session. On Thursday, due to likely hot and weather conditions in parts of the US Midwest impacting yields. Currently, 26% of the Soybean production is within an area experiencing drought.

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 0.7% to Rs. 6,925/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 bold 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 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 29th July'22 All India Kharif Groundnut sowing progress is lagging by 9% to 37.41 Lakh hectare as compared to 41.32 Lakh hectare last year in the same period. From 1st June'22 to 29th July'22

Statewise Groundnut sowing progress as on 29th July'22 (Lakh Ha)				
	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 29th July'22
Gujarat	16.27	18.68	-13%	56%
Rajasthan	7.71	7.27	6%	57%
Karnataka	2.15	3.66	-41%	25%
Andhra Pradesh	3.00	3.27	-8%	19%
Others	8.28	8.44	-2%	
Total	37.41	41.32	-9%	

cumulative rainfall departure is up by 56% in Gujarat, 57% in Rajasthan, 25% in Karnataka and 19% 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	29-Jul-22		28-Jul-22		
	Low	High	Low	High	
Indore –Plant	6000	6200	6200	6300	-100
Indore–Mandi	5700	6000	Closed	Closed	-
Nagpur-Plant	6300	6480	6300	6515	-35
Nagpur – Mandi	5400	6080	5400	6115	-35
Latur – Mandi	6100	6450	Closed	Closed	-
Akola – Mandi	5400	6235	5455	6095	140
Kota-Plant	6100	6380	6300	6500	-120
Kota – Mandi	6000	6280	6200	6400	-120
Bundi-Plant	5900	6200	6100	6350	-150
Bundi-Mandi	6000	6100	6200	6250	-150
Baran-Plant	5900	6230	6000	6340	-110
Baran-Mandi	5800	6130	5900	6240	-110
Bhawani Mandi Jhalawar–Plant	5900	6250	6100	6380	-130
Jhalwar-Mandi	5700	6050	Closed	Closed	-
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	6900	6925	6850	6875	50
Alwar-(Condition)	6550	6600	6475	6500	100
Sri Ganganagar-(Non-Condition)	6320	6370	6250	6300	70
New Delhi–(Condition)	6375	6425	6425	6475	-50
Kota-(Condition)	6300	6350	6300	6350	Unch
Agra-(Condition)	6952	7048	6857	6952	95
Neewai-(Condition)	6300	6500	6500	6700	-200
Hapur (UP)-(Condition)	6600	6650	6600	6650	Unch
<b>Groundnut Seed</b>					
Rajkot	1165	1165	1150	1150	15
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	Closed	Closed	-
Latur	6600	6700	Closed	Closed	-
Sholapur	6600	6700	Closed	Closed	-
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>29-Jul-22</b>	<b>28-Jul-22</b>	
Madhya Pradesh	125000	90000	35000
Maharashtra	85000	75000	10000
Kota	10000	13000	-3000
Bundi (Raj)	600	400	200
Baran (Raj)	500	300	200
Jhalawar (Raj)	400	Closed	-
<b>Rapeseed/Mustard</b>			
Rajasthan	90000	80000	10000
Alwar	800	1000	-200
Sri Ganganagar	800	1000	-200
Kota	600	400	200
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	6385	6412.5	-27.5
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	500	Closed	-

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

Oilseeds	29-Jul-22	28-Jul-22	Change
Groundnut Kernel	8100	8100	Unch
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	9700	9700	Unch
Brown 48/3 FFA/4 FM	9300	9300	Unch
Brown 48/4 FM/* No FFA Guarantee	8700	8700	Unch
Sunflower Seed	7000	7000	Unch
Niger Seed (4% FM)	8000	8000	Unch

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