

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

Today in Indore, soybean plant prices remained sideways and went marginally down by 0.40% to Rs. 6,325/qtl. In other cash markets soybean traded with mixed bias on amid weak demand and weak global cues. 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.

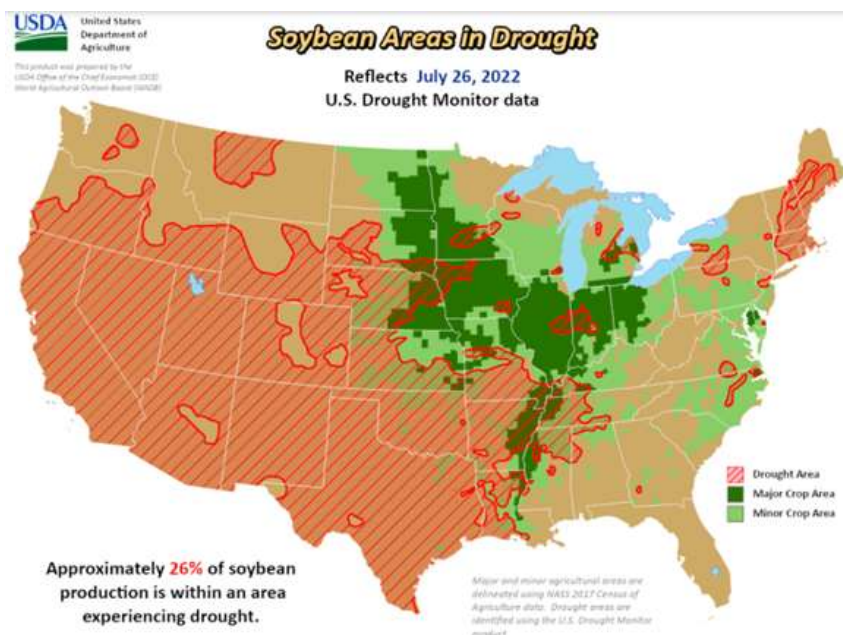
**Soybean Sowing Updates:** Cumulative rainfall departure from 1st June'22 to 29th July '22 recorded above average by 32% in Maharashtra, 57% in Rajasthan, 20% in Madhya Pradesh. As of July 29th, '22, all India Kharif soybean sowing progress is up by 3% to 114.69 lakh hectares as compared to 111.89 lakh 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%	
<b>Total</b>	<b>114.69</b>	<b>111.89</b>	<b>3%</b>	

**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 at Rs. 6,825/qtl. amid weak demand in cash market. 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. 60/70 Groundnut bold average prices are likely to trade with firm bias in the range of INR 9,500-10,000/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	04-Aug-22		03-Aug-22		
	Low	High	Low	High	
Indore –Plant	6200	6325	6100	6300	25
Indore–Mandi	6000	6150	5800	6150	Unch
Nagpur-Plant	6300	6400	6400	6500	-100
Nagpur – Mandi	5300	6250	5400	6250	Unch
Latur – Mandi	6000	6370	6000	6400	-30
Akola – Mandi	5300	6210	5340	6200	10
Kota-Plant	6200	6300	6200	6300	Unch
Kota – Mandi	6000	6200	6000	6200	Unch
Bundi-Plant	6100	6200	6200	6300	-100
Bundi-Mandi	5800	6150	5600	6200	-50
Baran-Plant	6100	6300	6250	6400	-100
Baran-Mandi	5600	6000	5800	5900	100

Bhawani Mandi Jhalawar–Plant	6100	6200	6100	6200	Unch
Jhalwar-Mandi	5700	6000	5900	6100	-100
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	6800	6825	6800	6825	Unch
Alwar-(Condition)	6400	6500	6450	6500	Unch
Sri Ganganagar-(Non-Condition)	6200	6225	6100	6200	25
New Delhi–(Condition)	6450	6475	6500	6550	-75
Kota-(Condition)	Closed	Closed	6300	6400	-
Agra-(Condition)	6952	7000	6857	6952	48
Neewai-(Condition)	6200	6400	6300	6450	-50
Hapur (UP)-(Condition)	6650	6700	6600	6650	50
<b>Groundnut Seed</b>					
Rajkot	1175	1175	1161	1161	14
<b>Sunflower Seed</b>					
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
<b>Soybean</b>	<b>04-Aug-22</b>	<b>03-Aug-22</b>	
Madhya Pradesh	75000	75000	Unch
Maharashtra	70000	70000	Unch
Kota	17000	15000	2000
Bundi (Raj)	300	200	100
Baran (Raj)	5000	10000	-5000
Jhalawar (Raj)	1200	1000	200
<b>Rapeseed/Mustard</b>			
Rajasthan	85000	90000	-5000
Alwar	3000	2000	1000
Sri Ganganagar	1000	700	300
Kota	Closed	400	-
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	6592.5	6325	267.5

<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	700	700	<b>Unch</b>

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

<b>Oilseeds</b>	<b>4-Aug-22</b>	<b>3-Aug-22</b>	<b>Change</b>
Groundnut Kernel	8150	8150	<b>Unch</b>
Gr. Bolds 60/70	9850	9950	<b>-100</b>
Gr. Javas 60/70	10050	10150	<b>-100</b>
Gr Javas 70/80	10650	10750	<b>-100</b>
Gr.Javas 80/90	10100	10200	<b>-100</b>
KardiSeed 2% Exp Qly	5300	5300	<b>Unch</b>
Sesame White 98/2/1 FM	10000	10000	<b>Unch</b>
Whitish 95/5/FFA/1FM	9800	9800	<b>Unch</b>
Brown 48/2 FFA/4 FM	9700	9700	<b>Unch</b>
Brown 48/3 FFA/4 FM	9300	9300	<b>Unch</b>
Brown 48/4 FM/* No FFA Guarantee	8700	8700	<b>Unch</b>
Sunflower Seed	7000	7000	<b>Unch</b>
Niger Seed (4% FM)	8000	8000	<b>Unch</b>

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