

Oilseeds Domestic Fundamentals:

Today's Update-

Today in Indore, soybean plant prices went down by 1.56% to Rs. 6,300/qtl. In other cash markets too, soybean traded with weak bias amid sluggish demand from crushers. 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 05th Aug'22 recorded above average by 20% in Maharashtra, 40% in Rajasthan, 4% in Madhya Pradesh. As of Aug 05th, '22, all India Kharif soybean sowing progress is up by 2% to 117.51 lakh hectares as compared to 115.10 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 05th Aug'22 (Lakh Ha)				
State	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 07th Aug'22
Maharashtra	47.10	44.49	6%	20%
Madhya Pradesh	49.83	51.67	-4%	4%
Rajasthan	11.33	10.03	13%	40%
Karnataka	4.13	3.78	9%	36%
Telangana.	1.41	1.40	1%	86%
Others	3.70	3.74	-1%	
Total	117.51	115.10	2%	

Major Soybean growing districts and cumulative rainfall (Period:01-06-2022 To 07-08-2022)				
	ACTUAL (mm)	NORMAL (mm)	% DEP.	CAT.
Madhya pradesh	556.6	533.6	4%	N
Dewas	725.1	513	41%	E
Vidisha	763.8	583.1	31%	E
Rajgah	636.9	501.9	27%	E
Shajahpur	632.2	507.4	25%	E
Indore	499.8	481	4%	N
Ashok nagar	498.6	485.7	3%	N
Ujjain	479.1	497.7	-4%	N
Mandsaur	425.6	461.9	-8%	N
Dhar	418.6	461.3	-9%	N
Ratlam	431.2	504.9	-15%	N
West Madhya Pradesh	586.3	494.2	19%	N
Maharastra	734.1	612.5	20%	E
Nagpur	813.1	571.9	42%	E
Yavatmal	661.1	504.5	31%	E
Amrawati	525.7	490.7	7%	N
Washim	508.9	480.6	6%	N
Buldhana	394.5	384.7	3%	N
Akola	387	423.3	-9%	N
Vidarbha	713.3	566.6	26%	E
Latur	576.7	350.8	64%	LE
Parbhani	549.5	383	43%	E
Jalna	392.9	329	19%	N
Hingoli	487.6	456	7%	N
Marathwada	533.5	346.6	54%	E
Rajasthan	357.4	255.8	40%	E
Kota	641.1	421.5	52%	E
Bundi	475.7	374	27%	E
Jhalawar	598.7	489.7	22%	E
Baran	553.9	481.4	15%	N
Chittorgarh	451.1	402.4	12%	N
Pratapgarh	508.2	500.3	2%	N
East Rajasthan	438.8	359.9	22%	E

Source: IMD

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, 28% of the Soybean production is within an area experiencing drought.

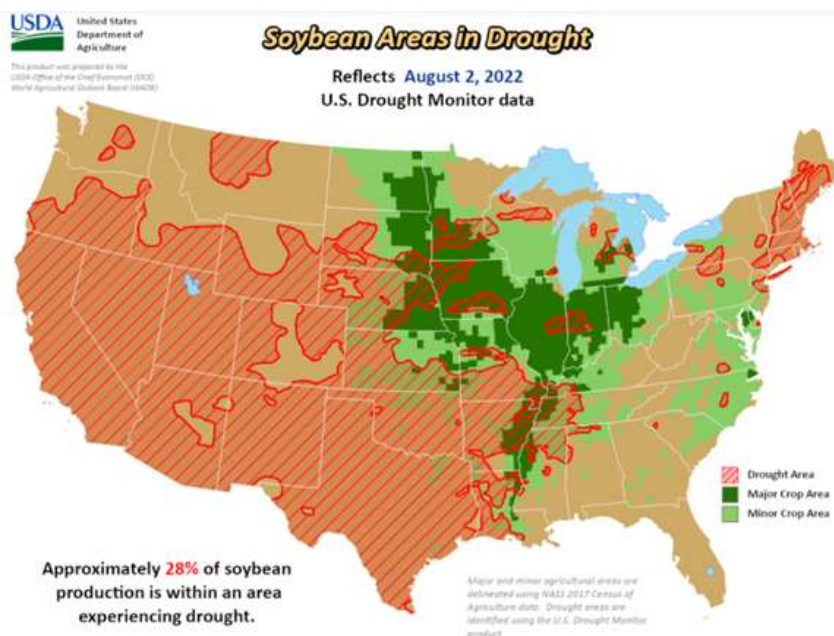
USDA has slashed USA's 2022-23 Soybean production estimate in its June 22 report, by -2.91% to 122 MMT as compared to 126 MMT previous month. However, Soy production is still up by 2% as compared to previous year. Whereas Brazil's 2022-23 Soybean

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, 3% of Soybean crop is in very poor condition Vs 3% previous week, 8% is in poor condition Vs 8% previous week, 29% in fair condition Vs 30% in previous week, 49% in good condition Vs 49% in previous week and 11% in excellent condition Vs 10% in previous week.



RM seed**Today's Update-**

Today Jaipur RM seed prices went marginally up by 0.7% to Rs. 6,925/qtl. amid rebound in arrivals as compared to previous day. 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-

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 05th Aug'22 All India Kharif Groundnut sowing progress is lagging by 7% to 41.09 Lakh hectare as compared to 44.39 Lakh hectare last year in the same period. From 1st June'22 to 08th

Statewise Groundnut sowing progress as on 05th Aug'22 (Lakh Ha)				
	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 08th Aug'22
Gujarat	16.72	18.94	-12%	32%
Rajasthan	7.84	7.49	5%	40%
Karnataka	2.66	3.66	-27%	37%
Andhra Pradesh	4.07	4.08	0%	30%
Others	9.80	10.22	-4%	
Total	41.09	44.39	-7%	

Aug'22 cumulative rainfall departure is up by 32% in Gujarat, 40% in Rajasthan, 37% in Karnataka and 30% 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.

Major Groundnut growing districts and cumulative rainfall (Period:01-06-2022 To 07-08-2022)

	ACTUAL (mm)	NORMAL (mm)	% DEP.	CAT.
Gujarat	577.5	433.6	33%	E
Kutchh	501.4	235.2	113%	LE
Dwarka	642.4	361.7	78%	LE
Porbandar	678.5	465.2	46%	E
Gir somnath	856.6	613.1	40%	E
Junagarh	755	605.2	25%	E
Amreli	419.5	368.1	14%	N
Jamnagar	454.2	404.3	12%	N
Morbi	369.4	337	10%	N
Rajkot	444.3	408.4	9%	N
Surrendra nagar	319	308.2	4%	N
Bhavnagar	334	353.7	-6%	N
SAURASHTRA & KUTCH	485.9	334.2	45%	E
Banaskatha	453.4	360.2	26%	E
Saberkantha	550.1	495.3	11%	N
Aravali	515.1	484.6	6%	N
Rajasthan	357.4	255.8	40%	E
Bikaner	345.5	158.3	118%	LE
Kota	641.1	421.5	52%	E
Jaipur	424.5	316.9	34%	E

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	08-Aug-22		06-Aug-22		
	Low	High	Low	High	
Indore –Plant	6200	6400	6100	6300	100
Indore–Mandi	5900	6150	5800	6100	50
Nagpur-Plant	6200	6350	6000	6300	50
Nagpur – Mandi	5400	6150	5400	6200	-50
Latur – Mandi	6100	6360	6025	6345	15
Akola – Mandi	5365	6170	5205	6325	-155
Kota-Plant	6200	6300	6100	6200	100
Kota – Mandi	5800	6000	5700	6050	-50
Bundi-Plant	6200	6250	6000	6250	Unch
Bundi-Mandi	5900	6150	5700	6050	100
Baran-Plant	6200	6350	6000	6335	15
Baran-Mandi	5600	6000	5500	5935	65
Bhawani Mandi Jhalawar–Plant	6100	6300	6000	6220	80
Jhalwar-Mandi	5800	6180	5600	6070	110
Rapeseed/Mustard					
Jaipur-(Condition)	6900	6925	6850	6875	50
Alwar-(Condition)	6500	6550	6450	6500	50
Sri Ganganagar-(Non-Condition)	6150	6200	6100	6150	50
New Delhi–(Condition)	6450	6475	6500	6550	-75
Kota-(Condition)	6100	6200	6100	6175	25
Agra-(Condition)	6952	7048	6952	7048	Unch
Neewai-(Condition)	6300	6550	6250	6450	100
Hapur (UP)-(Condition)	6700	6750	6650	6700	50
Groundnut Seed					
Rajkot	1140	1140	1162	1162	-22
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	08-Aug-22	06-Aug-22	
Madhya Pradesh	80000	80000	Unch
Maharashtra	75000	75000	Unch
Kota	20000	17000	3000
Bundi (Raj)	1000	900	100
Baran (Raj)	3000	10000	-7000
Jhalawar (Raj)	1700	1100	600
Rapeseed/Mustard			
Rajasthan	85000	75000	10000
Alwar	800	1000	-200
Sri Ganganagar	200	600	-400
Kota	600	800	-200
Groundnut Seed			
Rajkot (Gujarat)	6352.5	6475	-122.5
Sunflower Seed			
Sholapur (Maharashtra)	700	700	Unch

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

Oilseeds	8-Aug-22	6-Aug-22	Change
Groundnut Kernel	8150	8150	Unch
Gr. Bolds 60/70	9850	9850	Unch
Gr. Javas 60/70	10050	10050	Unch
Gr Javas 70/80	10650	10650	Unch
Gr.Javas 80/90	10100	10100	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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