

### Oilseeds Domestic Fundamentals:

#### Today's Update-

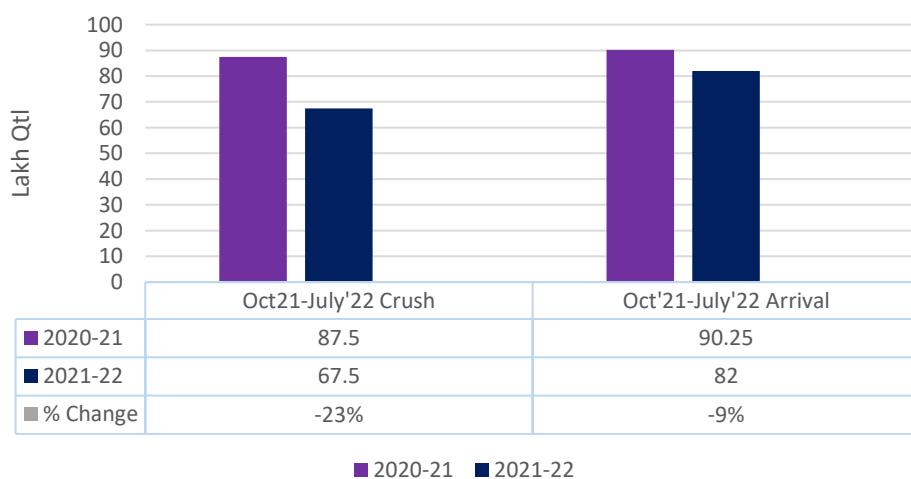
Today in Indore, soybean plant prices remained stable at Rs. 5,650/qtl. In other cash market too, soybean traded sideways. Most of the mandis remained closed on the occasion of ganesh Chaturthi. Soybean (plant delivery, Indore) prices are expected to trade with weak bias in the range of 5,300-5,700/qtl levels in the near-term tracking soy meal import and weak demand from crushers on squeeze in crush margin and high ending stock.

**Soybean Sowing Updates:** From 1st June'22- 28th Aug'22, cumulative rainfall recorded above average by 20% in Maharashtra, 25% in MP, in Rajasthan cumulative rainfall remained above average at 49%. As on 19th Aug'22 All India Kharif soybean sowing progress is down by 0.6% to 119.83 Lakh hectare as compared to 120.56 Lakh hectare last year in the same period. Agriwatch expects soybean acreage to decline by 5-8% amid acreage shift to cotton and Maize.

State wise Soybean sowing progress as on 26th Aug'22 (Lakh Ha)				
State	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 28th Aug'22
Maharashtra	48.45	45.87	6%	20%
Madhya Pradesh	50.05	55.13	9%	25%
Rajasthan	11.51	10.63	8%	49%
Karnataka	4.36	3.83	14%	31%
Telangana.	1.60	1.41	13%	51%
Others	3.86	3.69	5%	
<b>Total</b>	<b>119.83</b>	<b>120.56</b>	<b>-0.6%</b>	

According to SOPA, India's Oct-Jul soy arrivals fell to 82 Lakh tonnes from 90.25 Lakh tonnes year ago, crushing shrank to 67.50 Lakh tonnes from 87.50 Lakh tonnes year ago while stocks with millers, traders, farmers swell to 40.52 Lakh tonnes from only 8.82

#### Soybean Crush and Arrivals Oct'21-July'22



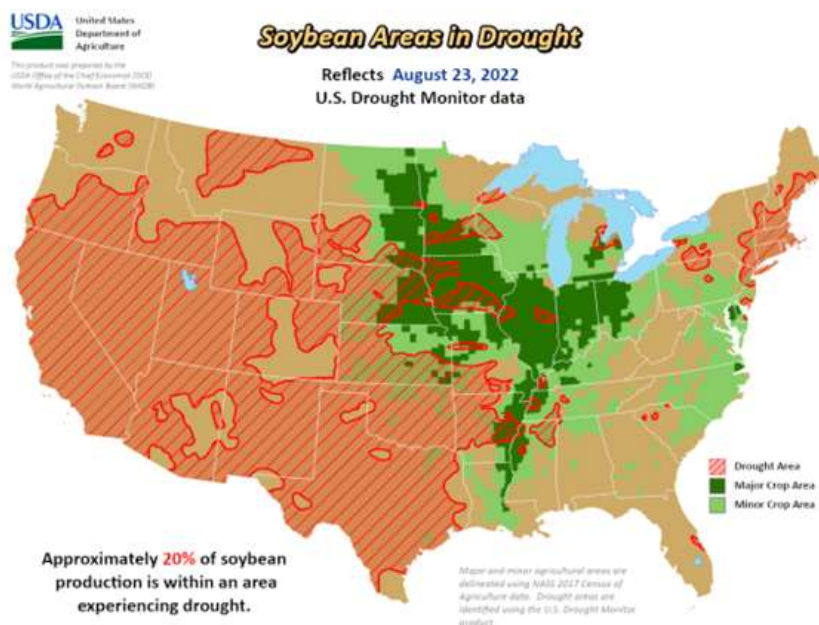
Lakh tonnes a year ago. Low Soymeal export demand and squeeze in crush margin resulted into low crushing.

### International market update:

Brazil's food supply and statistics agency CONAB said on Wednesday that Brazil's 2022-23 Soybean crop production to grow by 21% to a record 150.36 million tonnes.

Currently, 20% of the Soybean production is within an area experiencing drought as compared to 24% previous week.

According to USDA's latest report, 3% of Soybean crop is in very poor condition, unchanged as compared to previous week, 9% is in poor condition Vs 8% previous week, fair condition remained unchanged at 30% as compared to previous week, 48% in good condition Vs 49% in previous week and 10% in excellent condition, unchanged as compared to previous week.



### RM seed

#### Today's Update-

Today Jaipur RM seed prices went down by 1.1% to Rs. 6,625/qtl. amid subdued demand in the cash market. In other market, RM seed traded with weak bias. In Newai, Rajasthan most of the expellers are shut and only kachhi ghani is operational amid disparity in crushing. 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. RM seed prices are expected to trade with weak bias in the range of 6,500-6600 in near term tracking weak demand from crushers.

### International:

According to USDA latest production estimates, global canola production was increased by 14% from 72.31 MMT last year to 82.48 MMT this year due to increased output from Canada, Russia, USA and UK on higher yields resulting from favourable weather conditions.

USDA Global Rapeseed/ Canola Balance sheet				
Attribute	2021/2022	2022/2023	% Change over previous year	Unit Description
Area Harvested	37.72	39.81	6%	Million Ha
Beginning Stocks	6.38	4.62	-28%	MMT
Production	72.31	82.48	14%	MMT
Imports	14.27	16.76	17%	MMT
Total Supply	92.96	103.86	12%	MMT
Exports	14.26	17.88	25%	MMT
Crush	71.25	76.05	7%	MMT
Food Use Dom. Cons.	0.65	0.65	0%	MMT
Feed Waste Dom. Cons.	2.18	2.48	14%	MMT
Domestic Consumption	74.08	79.18	7%	MMT
Ending Stocks	4.62	6.81	47%	MMT
Total Distribution	92.96	103.86	12%	MMT
Yield	1.92	2.07	8%	(MT/HA)

Source: USDA Aug'22 estimates

Top 10 Rapeseed/ Canola producing countries				
Country	2021/2022	2022/2023	% Change over previous year	Unit Description
Canada	12.6	20	59%	MMT
Russia	2.775	3.9	41%	MMT
United States	1.244	1.634	31%	MMT
United Kingdom	0.981	1.225	25%	MMT
Belarus	0.5	0.55	10%	MMT
Ukraine	3.015	3.3	9%	MMT
European Union	17.199	17.95	4%	MMT
India	11	11	0%	MMT
China	14.714	14.7	0%	MMT
Australia	6.35	6.1	-4%	MMT
Others	1.933	2.121	10%	MMT

Source: USDA Aug'22 estimates

### 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 of 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:

Low ending stock, lag in sowing progress, good domestic groundnut oil demand and rebound in groundnut oil export demand has kept Groundnut bold 60/70 prices elevated. 60/70 Groundnut bold average prices are likely to trade with firm bias in the range of INR 10,000 -10,500/Qtl. in the short run.

As on 26th Aug'22 All India Kharif Groundnut sowing progress is lagging by 7% to 44.75 Lakh hectare as compared to 48.35 Lakh hectare last year in the same period. From 1st 1<sup>st</sup> June'22 to 29th Aug'22 cumulative rainfall departure recorded up by 33% in Gujarat, 48% in Rajasthan, 31% in Karnataka and 15% in

Statewise Groundnut sowing progress as on 26th Aug'22 (Lakh Ha)				
	2022	2021	% Change	Cumulative Rainfall Departure (%) 1st June to 29th Aug'22
Gujarat	17.01	19.10	-11%	33%
Rajasthan	7.90	7.77	2%	48%
Karnataka	3.65	4.53	-19%	31%
Andhra Pradesh	5.26	6.16	-13%	15%
Others	10.94	10.80	1%	
Total	44.75	48.35	-7%	

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	31-Aug-22		30-Aug-22		
	Low	High	Low	High	
Indore –Plant	5425	5650	5425	5650	Unch
Indore–Mandi	Closed	Closed	5200	5500	-
Nagpur-Plant	4900	5625	4900	5625	Unch
Nagpur – Mandi	Closed	Closed	4850	5425	-
Latur – Mandi	Closed	Closed	5150	5580	-
Akola – Mandi	5100	5895	4900	5530	365
Kota-Plant	4900	5100	4900	5100	Unch
Kota – Mandi	Closed	Closed	4800	5070	-
Bundi-Plant	4800	5050	4800	5050	Unch
Bundi-Mandi	Closed	Closed	4600	4850	-
Baran-Plant	4700	5000	4700	5000	Unch
Baran-Mandi	Closed	Closed	4700	4970	-
Bhawani Mandi Jhalawar–Plant	4600	4970	4600	4970	Unch
Jhalwar-Mandi	Closed	Closed	5200	4770	-
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	6600	6625	6675	6700	-75
Alwar-(Condition)	Closed	Closed	6400	6450	-
Sri Ganganagar-(Non-Condition)	6100	6150	6100	6150	Unch
New Delhi–(Condition)	6450	6500	6490	6540	-40
Kota-(Condition)	Closed	Closed	5500	5900	-
Agra-(Condition)	Closed	Closed	6762	6857	-
Neewai-(Condition)	Closed	Closed	6200	6300	-
Hapur (UP)-(Condition)	6400	6500	6400	6500	Unch
<b>Groundnut Seed</b>					
Rajkot	1190	1190	1180	1180	10
<b>Sunflower Seed</b>					
Gulbarga	Closed	Closed	NA	NA	-
Latur	Closed	Closed	6500	6600	-
Sholapur	Closed	Closed	6500	6600	-

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>31-Aug-22</b>	<b>30-Aug-22</b>	
Madhya Pradesh	85000	85000	Unch
Maharashtra	75000	75000	Unch
Kota	10000	10000	Unch
Bundi (Raj)	Closed	500	-
Baran (Raj)	Closed	2500	-
Jhalawar (Raj)	Closed	2200	-
<b>Rapeseed/Mustard</b>			
Rajasthan	70000	100000	-30000
Alwar	Closed	1000	-
Sri Ganganagar	2500	1500	1000
Kota	Closed	1000	-
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	6412.5	6502.5	-90
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	Closed	1000	-

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

Oilseeds	31-Aug-22	30-Aug-22	Change
Groundnut Kernel	8400	8400	Unch
Gr. Bolds 60/70	10250	10250	Unch
Gr. Javas 60/70	10450	10450	Unch
Gr Javas 70/80	11050	11050	Unch
Gr.Javas 80/90	10500	10500	Unch
KardiSeed 2% Exp Qly	5100	5100	Unch
Sesame White 98/2/1 FM	10100	10100	Unch
Whitish 95/5/FFA/1FM	9400	9400	Unch
Brown 48/2 FFA/4 FM	9800	9800	Unch
Brown 48/3 FFA/4 FM	9400	9400	Unch
Brown 48/4 FM/* No FFA Guarantee	8800	8800	Unch
Sunflower Seed	6500	6500	Unch
Niger Seed (4% FM)	8100	8100	Unch

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