

Oilseeds Domestic Fundamentals:

Today's Update-

Today in Indore, soybean plant prices went down by 4.42% at Rs. 5,400/qtl. In other cash market, soybean traded with mixed bias. 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.

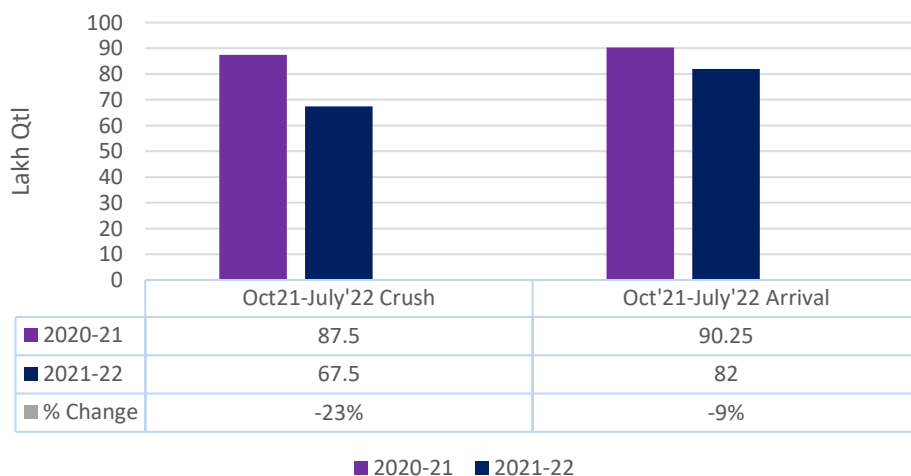
Soybean Sowing Updates: From 1st June'22- 28th Aug'22, cumulative rainfall recorded above average by 20% in Maharashtra, 25% in MP, in Rajasthan cumulative rainfall remained above average at 49%. As on 19th Aug'22 All India Kharif soybean sowing progress is down by 0.6% to 119.83 Lakh hectare as compared 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%	
Total	119.83	120.56	-0.6%	

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

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

Soybean Crush and Arrivals Oct'21-July'22

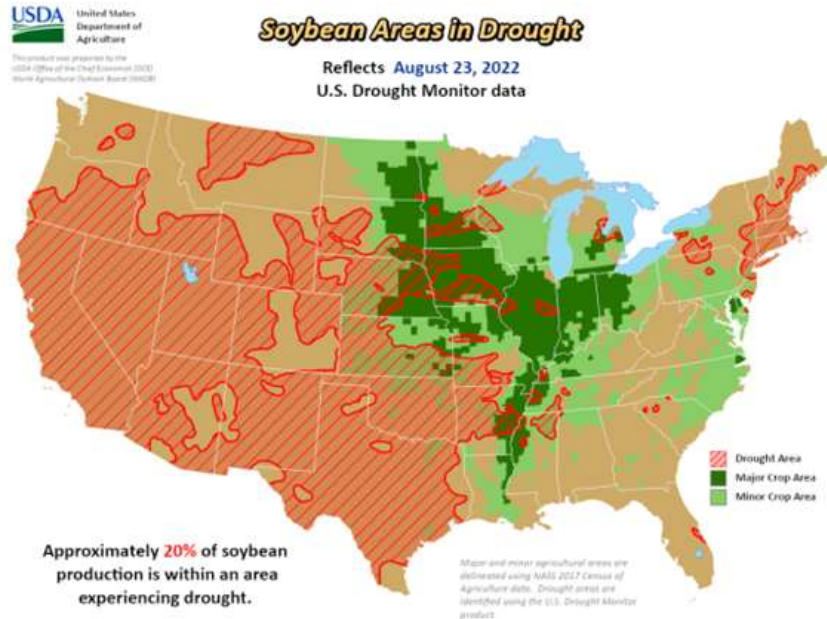


International market update:

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 0.4% to Rs. 6,600/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 6,500-6700 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 1st 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	01-Sep-22		31-Aug-22		
	Low	High	Low	High	
Indore –Plant	5200	5400	5425	5650	-250
Indore–Mandi	4800	5300	Closed	Closed	-
Nagpur-Plant	4800	5380	4900	5625	-245
Nagpur – Mandi	4705	5180	Closed	Closed	-
Latur – Mandi	Closed	Closed	Closed	Closed	-
Akola – Mandi	5025	5625	5100	5895	-270
Kota-Plant	5100	5300	4900	5100	200
Kota – Mandi	5000	5250	Closed	Closed	-
Bundi-Plant	5000	5300	4800	5050	250
Bundi-Mandi	5000	5200	Closed	Closed	-
Baran-Plant	5000	5250	4700	5000	250
Baran-Mandi	4900	5220	Closed	Closed	-
Bhawani Mandi Jhalawar–Plant	4800	5250	4600	4970	280
Jhalwar-Mandi	5100	5150	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	6575	6600	6600	6625	-25
Alwar-(Condition)	6200	6250	Closed	Closed	-
Sri Ganganagar-(Non-Condition)	5950	6000	6100	6150	-150
New Delhi–(Condition)	6450	6500	6450	6500	Unch
Kota-(Condition)	5600	6000	Closed	Closed	-
Agra-(Condition)	6667	6762	Closed	Closed	-
Neewai-(Condition)	6100	6200	Closed	Closed	-
Hapur (UP)-(Condition)	6400	6500	6400	6500	Unch
Groundnut Seed					
Rajkot	855	855	1190	1190	-335
Sunflower Seed					
Gulbarga	NA	NA	Closed	Closed	-
Latur	Closed	Closed	Closed	Closed	-
Sholapur	6400	6500	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
Soybean	01-Sep-22	31-Aug-22	
Madhya Pradesh	85000	85000	Unch
Maharashtra	75000	75000	Unch
Kota	10000	10000	Unch
Bundi (Raj)	1000	Closed	-
Baran (Raj)	3000	Closed	-
Jhalawar (Raj)	2000	Closed	-
Rapeseed/Mustard			
Rajasthan	95000	70000	25000
Alwar	2000	Closed	-
Sri Ganganagar	1000	2500	-1500
Kota	1000	Closed	-
Groundnut Seed			
Rajkot (Gujarat)	5472.5	6412.5	-940
Sunflower Seed			
Sholapur (Maharashtra)	1000	Closed	-

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

Oilseeds	1-Sep-22	31-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	9900	9900	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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