

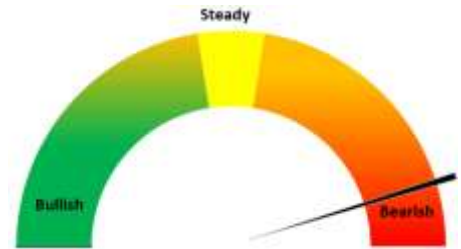
Oilseeds Domestic Fundamentals:

Today's Update-

Today, In Indore Soybean plant prices went marginally down by 0.45% to INR 5,525/qtl amid stock limit removal, good demand from crushers at current level, firm global cues and rebound in soymeal prices. Soybean (plant delivery, Indore) prices are expected to rebound from lower level in the range of 5,200-5,700/qtl levels in the near-term amid new crop arrival.

Government has on Tuesday issued notification for exempting the category of Wholesalers and Big Chain retailers from the current Stock Limit order.

The order will come into effect immediately. Removal of stock limit order will support edible oil prices.



International market update:

China is facing shortage of soymeal, an important ingredient for hog feed in the country. Futures for November delivery settled at 4,884 yuan (\$676) a ton Thursday, about 800 yuan higher than prices for January. Chinese processors slowed soybean import during the summer when crush margins turned negative, limited arrivals. Shallow water in the Mississippi River because of drought has also limited prospects for US exports and worsened the crunch.

USA Soybeans Harvesting progress			
October 23, 2021	October 16, 2022	October 16, 2022	2017-2021 Average
71%	63%	80%	67%

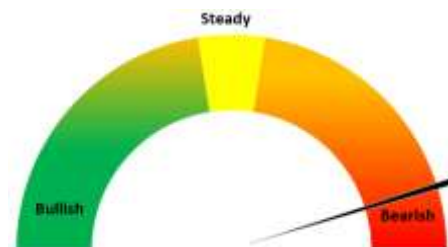
Argentina Soybeans Planting progress		
2022-23	2021-22	2017-2022 Average
29.6%	38.9%	39.1%

China, largest soybean importer, bought 7.17 MMT in AUG'22, -25% vs AUG 21 (9.49m), -9% vs JUL'22 (7.88m), lowest imported quantity since 2014 for a month of August, decline explains by deteriorated demand of domestic market due to continuous lockdowns & negative crush margins.

RM seed

Today's Update-

Today Jaipur RM seed prices went up by 0.4% to Rs. 7,075/ql. In coming days RM seed is likely to continue rebound towards in the range of 7,100-7200 levels amid stock limit removal, good mustard oil demand and firm global cues. Farmers are offloading their stocks gradually at current level amid rabi sowing.



Rapeseed Mustard Sowing Progress as on 28-Oct-2022 (In Lakh tonnes)			
State	2022	2021	% Change over previous year
Assam	0.00	0.02	-79%
Chhattisgarh	0.01	0.01	-
Nagaland	0.01	0.04	-71%
Rajasthan	13.94	8.11	72%
Uttar.Pradesh	4.65	5.96	-22%
West.Bengal	0.38	0.07	436%
Total	18.99	14.21	34%

Source: Ministry of Agriculture

Government has increased the MSP of Rabi Crops for Marketing Season 2023-24, to ensure remunerative prices to the growers for their produce. The absolute highest in MSP has been approved for rapeseed and mustard at Rs.400/-per quintal. For safflower, an increase of Rs.209/- per quintal has been approved.

S.No.	Crops	MSP RMS 2022-23	MSP RMS 2023-24	Increase in MSP in %	Cost* of production RMS 2023-24	Increase in MSP (Absolute)	Return over cost (in per cent)
1	Rapeseed & Mustard	5050	5450	8%	2670	400	104
2	Safflower	5441	5650	4%	3765	209	50

International:

Statistics Canada lowered its production forecast to 19.1 million tonnes from the previous estimate of 19.5 million tonnes. ICE Canola in last two weeks went up by more than 6% amid lower production estimates.

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.

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:

Groundnut Rajkot prices went down by 1.7% to INR 5,900/Qtl as compared to INR 6,000/Qtl previous day amid bullish oilseed and edible oil complex. In Upcoming days, Groundnut is likely to rebound from current level in the range of INR 6,000-6,500/Qtl amid new crop arrivals.

Gujarat government is planning to purchase groundnut at MSP of INR 5,850/Qtl under price support scheme 2022-23. For kharif 2022 central govt. has approved MSP purchase of 9.79 lakh MT of groundnut.

According to Solvent Extractor association of India, In Gujarat, the overall groundnut sowing area is down by 10.52 % compared to last year, taken away by cotton and soybean. This year due to excess rain damaged the crop in certain area led to reduction of yield by 22.18%. The total production is reported at 30.0 lakh MT compared to last year record production of 38.55 lakh tonnes. The last five-year average production is about 30.5 lakh tonne. Lower production estimates likely to support Groundnut prices this year.

As on 30th Sept'22 All India Kharif Groundnut sowing progress is lagging by 8% to 45.6 Lakh hectare as compared to 49.4 Lakh hectare last year in the same period. From 1st Oct'22 to 13th Oct'22 cumulative rainfall departure recorded at 50% in Gujarat, 330% in Rajasthan, 45% in Karnataka and 72% in Andhra Pradesh.

International:

With China being the largest producer of peanuts in the world, knowing the status of the crop is very important for the market. Out of the total production in Henan and Shandong in South China, 50% is the production of Groundnut. Due to temperature rise in these 2 regions in the last week, 20% crop is estimated to be damaged. Groundnut production in China is estimated to decline by 20% in the current year. At present, the price of the new crop in comparison to the price of the old crop is higher by 200 yuan per ton as the sowing of peanuts in China is reduced by 10-15%. New arrivals of peanuts will start in China from 15th September. Due to heavy rainfall, there is news of crop damage.

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	03-Nov-22		02-Nov-22		
	Low	High	Low	High	
Indore –Plant	5400	5525	5400	5550	-25
Indore–Mandi	4800	5400	5100	5400	Unch
Nagpur-Plant	5100	5515	4900	5250	265
Nagpur – Mandi	4300	5315	4200	5050	265
Latur – Mandi	5000	5450	5000	5430	20
Akola – Mandi	4700	5400	4000	5500	-100
Kota-Plant	5300	5600	5300	5500	100
Kota – Mandi	5200	5500	5200	5400	100
Bundi-Plant	5300	5600	5100	5480	120
Bundi-Mandi	4600	5400	4400	5280	120
Baran-Plant	5200	5640	5200	5640	Unch
Baran-Mandi	4300	5460	4300	5460	Unch
Bhawani Mandi Jhalawar–Plant	5200	5600	5200	5600	Unch
Jhalwar-Mandi	5000	5400	5000	5400	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	7050	7075	7025	7050	25
Alwar-(Condition)	6550	6600	6625	6675	-75
Sri Ganganagar-(Non-Condition)	6350	6550	6100	6300	250
New Delhi–(Condition)	6600	6650	6650	6700	-50
Kota-(Condition)	6100	6500	6000	6400	100
Agra-(Condition)	7286	7381	7143	7238	143
Neewai-(Condition)	5900	6600	5900	6600	Unch
Hapur (UP)-(Condition)	6800	6850	6800	6850	Unch
Groundnut Seed					
Rajkot	1050	1050	1100	1100	-50
Sunflower Seed					
Gulbarga	5000	6400	5000	6500	-100
Latur	7000	7100	6600	6700	400
Sholapur	7000	7100	6600	6700	400
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	03-Nov-22	02-Nov-22	
Madhya Pradesh	400000	425000	-25000
Maharashtra	375000	350000	25000
Kota	125000	125000	Unch
Bundi (Raj)	11000	16000	-5000
Baran (Raj)	13000	18000	-5000
Jhalawar (Raj)	17000	21000	-4000
Rapeseed/Mustard			
Rajasthan	135000	125000	10000
Alwar	2000	2500	-500
Sri Ganganagar	1800	2000	-200
Kota	1200	2500	-1300
Groundnut Seed			
Rajkot (Gujarat)	5900	6000	-100
Sunflower Seed			
Sholapur (Maharashtra)	1000	1000	Unch

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

Oilseeds	3-Nov-22	2-Nov-22	Change
Groundnut Kernel	7950	7950	Unch
Gr. Bolds 60/70	8700	8700	Unch
Gr. Javas 60/70	9600	9600	Unch
Gr Javas 70/80	9500	9500	Unch
Gr.Javas 80/90	9300	9300	Unch
KardiSeed 2% Exp Qly	5400	5400	Unch
Sesame White 98/2/1 FM	11100	11100	Unch
Whitish 95/5/FFA/1FM	10900	10900	Unch
Brown 48/2 FFA/4 FM	10700	10700	Unch
Brown 48/3 FFA/4 FM	10500	10500	Unch
Brown 48/4 FM/* No FFA Guarantee	10300	10300	Unch
Sunflower Seed	6700	6700	Unch
Niger Seed (4% FM)	8500	8500	Unch

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