

## Oilseeds Domestic Fundamentals:

### Today's Update-

- Today, In Indore Soybean plant prices went down by 0.90% at INR 5,550/Qtl as compared to previous day amid subdued demand. And increased arrivals.
- Year-to-date soybean prices are down by 4.31% tracking higher ending stock.



### International market update:

| CBOT Soy bean Futures (\$/ Bushels) |               |       |       |       | 11-May-2023 |
|-------------------------------------|---------------|-------|-------|-------|-------------|
| Contract                            | % Change      | Open  | High  | Low   | Close       |
| Jul-2023                            | -5'4 (-0.39%) | 14.05 | 14.09 | 14.04 | 14.08       |
| Aug-2023                            | -4'4 (-0.34%) | 13.37 | 13.41 | 13.37 | 13.39       |
| Sep-2023                            | -5'0 (-0.39%) | 12.67 | 12.70 | 12.67 | 12.69       |
| Nov-2023                            | -6'0 (-0.48%) | 12.45 | 12.50 | 12.45 | 12.49       |

| CBOT Soy Oil Futures (Cent/pounds) |                |      |      |      | 11-May-2023 |
|------------------------------------|----------------|------|------|------|-------------|
| Contract                           | % Change       | Open | High | Low  | Close       |
| Jul-2023                           | +0.03 (+0.06%) | 51.2 | 51.3 | 51.0 | 51.1        |
| Aug-2023                           | -0.02 (-0.04%) | 51.0 | 51.1 | 50.8 | 50.9        |
| Sep-2023                           | +0.03 (+0.06%) | 50.6 | 50.7 | 50.5 | 50.6        |
| Nov-2023                           | UNCH (UNCH)    | 50.3 | 50.3 | 50.1 | 50.1        |

| CBOT Soy bean meal Futures (\$/ Tonnes) |               |        |        |        | 11-May-2023 |
|---|---------------|--------|--------|--------|-------------|
| Contract                                | % Change      | Open   | High   | Low    | Close       |
| Jul-2023                                | +0.9 (+0.21%) | 431.40 | 432.40 | 430.00 | 432.30      |
| Aug-2023                                | +0.9 (+0.21%) | 423.30 | 423.90 | 422.20 | 423.90      |
| Sep-2023                                | +1.0 (+0.24%) | 409.80 | 410.90 | 409.70 | 410.90      |
| Nov-2023                                | +0.5 (+0.13%) | 398.00 | 399.10 | 398.00 | 399.10      |

As of April 7th May, 2023, the most recent report from the USDA reveals that the progress of soybean planting has reached a total of 35% completion vs 11% previous year same period. This surpasses the typical five-year average of 21% for this period in the year.

As of late last week, the corn harvest in Argentina was at 19.7%, which is lower compared to last year's 25% and the average of 30.3%. The core production areas saw a higher percentage of harvest with 60-65% of corn being harvested, while the southern region saw 20-30% of harvest and no harvest had taken place in the far north. The early planted corn had a higher percentage of harvest at 44.8%, whereas the later planted corn only had 1.4% harvested.

Late last week, the corn in Argentina received a poor/very poor rating of 54%, while 42% was rated

fair and only 4% good/excellent. The good/excellent rating dropped by 1% compared to the previous week. Soil moisture for the corn was rated at 50% short/very short and 50% favorable/optimum, with the favorable/optimum percentage decreasing by 1% from the previous week.

As per latest USDA report, In 2023/24, India's soybean crush is expected to decrease slightly to 9.8 million tons due to a projected stagnation in supplies. The production of soybeans is anticipated to remain at 12.0 million tons. Continued growth in domestic soybean meal consumption is predicted to exert pressure on soybean meal exports to reach an 8-year low. Although soybean oil imports are forecast to increase slightly to 3.2 million tons, the demand is hampered by increased consumption of sunflower seed oil and palm oil in food use.

### **Soybean outlook**

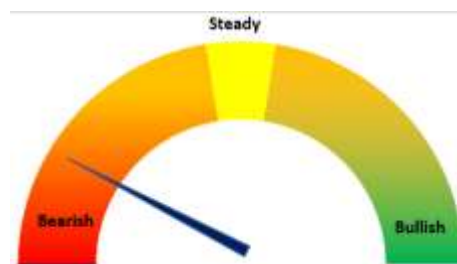
Domestic crush margin continues to remain negative amid weak soy oil prices, However, despite negative crush margin soybean is being crushed and exported to south east Asia. During the period of October 2022 to March 2023, Total Soy meal exports went up by 327%, reaching 9.01 Lakh tonnes in comparison to the same period the previous year at 2.11 Lakh tonnes. Moreover, in March 2023 alone, Soy meal exports increased by an impressive 884% to 2.35 Lakh tonnes, compared to 0.24 Lakh tonnes during the same month of the previous year. This marks the seventh consecutive month of increased Soy meal exports, largely due to the high demand for Soy meal exports from Southeast Asia, as it has become more competitive in global markets. The demand for Soy meal exports is expected to remain strong in the upcoming months as well. Globally, record soybean crop in Brazil which is 154 MMT as compared to 130 MMT previous year and record edible oil import weighing on edible oil prices and has kept soybean prices. India's March edible oil imports jumped 7.98 percent y-o-y to 11.36 lakh tons compared to 10.52 lakh tons in March 2022, primarily due to increased CPO imports. For the oil year 2022-23, imports of edible oil between Nov 2022 and Mar 2023 stood at 69.80 lakh tons compared to 56.43 lakh tons in corresponding period last oil year, up by 24 percent. However, soy oil imports from Nov'22-Mar'23 are down by 27% to 14.63 Lakh tonnes as compared to previous year same period.

Currently, Indore Soybean plant prices is likely to remain subdued in the range of INR 5,400-5,800/Qtl in the short run.

### **RM seed**

#### **Today's Update-**

The RM seed Jaipur prices remained stable at INR 5,225/Qtl amid weak demand from millers on disparity. Across India, arrivals of RM seed were 9.5 lakh bags. In order to facilitate seamless procurement of mustard by the government, an official directive has been issued by the Madhya Pradesh government. The order prohibits private entities, including traders, millers, and stockists, from transporting these commodities from warehouses.



As per NAFED latest report, a total of 4.76 Lakh Metric tonnes of Mustard have been procured in four states, namely Haryana (3.47 Lakh tonnes), Madhya Pradesh (0.71 Lakh tonnes), Gujarat (0.23 Lakh tonnes), and Rajasthan (0.3 Lakh tonnes).

### **Mustard outlook**

Currently, RM seed is trading at three years low tracking weak demand from oil millers amid disparity due to

weak mustard oil prices. As per Agriwatch primary sources, upon disparity, most of the expeller are shut and only few kacchi ghani are operational. Farmers are reluctant to offload their stock at current levels in anticipation of better prices in future. And millers are buying as per their daily need for crushing.

Jaipur mustard is likely to remain weak in the range of INR 5,200-5,600/Qtl in the short run.

### Groundnut:

Groundnut bold premium at Rajkot market went marginally down by 0.1% to INR 7,645/Qtl. In upcoming days, Groundnut average prices is likely to trade range bound in the range of INR 7,200-7,800/Qtl in short run amid low availability and good export demand.



### Sunflower:

Today, Sunflower seed in Maharashtra/Karnataka remained stable at INR 6,200/Qtl. amid stable sunflower oil prices.

### Sesame

Today, sesame (White ) sesame traded firm at INR 13,400/Qtl. amid subdued trading activities.

### Oilseed Prices at Key Spot Markets:

| Commodity / Centre       | Prices (Rs/Qtl) |      |           |      | Change |
|--------------------------|-----------------|------|-----------|------|--------|
| Soybean                  | 15-May-23       |      | 13-May-23 |      |        |
|                          | Low             | High | Low       | High |        |
| Indore –Plant            | 5250            | 5500 | 5250      | 5550 | -50    |
| Indore–Mandi             | 5100            | 5350 | 5100      | 5400 | -50    |
| Nagpur-Plant             | 5100            | 5200 | 5100      | 5200 | Unch   |
| Nagpur – Mandi           | 4775            | 4900 | 4900      | 5000 | -100   |
| Latur – Mandi            | 5200            | 5400 | 5100      | 5300 | 100    |
| Akola – Mandi            | 4900            | 5050 | 4900      | 5050 | Unch   |
| Kota-Plant               | 5150            | 5300 | 5150      | 5300 | Unch   |
| Kota – Mandi             | 5050            | 5150 | 5050      | 5150 | Unch   |
| Bundi-Plant              | 4900            | 5100 | 4900      | 5100 | Unch   |
| Bundi-Mandi              | 4800            | 5000 | 4700      | 4900 | 100    |
| Baran-Plant              | 5100            | 5300 | 5200      | 5500 | -200   |
| Baran-Mandi              | 4900            | 5100 | 5000      | 5200 | -100   |
| Bhawani / Jhalawar–Plant | 5200            | 5350 | 5200      | 5300 | 50     |
| Bhawani /Jhalwar-Mandi   | 5000            | 5200 | 5050      | 5170 | 30     |
| Rapeseed/Mustard         |                 |      |           |      |        |
| Jaipur-(Condition)       | 5200            | 5225 | 5200      | 5225 | Unch   |

|  |       |       |       |       |      |
|--|-------|-------|-------|-------|------|
| Alwar-(Condition)  | 4900  | 5000  | 4900  | 4950  | 50   |
| Sri Ganganagar-(Non-Condition)   | 4600  | 4800  | 4600  | 4700  | 100  |
| New Delhi-(Condition)  | 4950  | 5000  | 5000  | 5050  | -50  |
| Kota-(Condition)   | 4850  | 5050  | 5000  | 5200  | -150 |
| Agra-(Condition)   | 5357  | 5405  | 5286  | 5333  | 71   |
| Neewai-(Loose)   | 4800  | 4925  | 4800  | 4950  | -25  |
| Hapur (UP)-(Condition)   | 5125  | 5175  | 5100  | 5150  | 25   |
| <b>Groundnut Seed (with shell)</b>   |       |       |       |       |      |
| Rajkot   | 6500  | 7645  | 6500  | 7650  | -5   |
| Jasdan   | NA    | NA    | NA    | NA    | -    |
| Bikaner  | 6800  | 7400  | 6800  | 7400  | Unch |
| <b>Groundnut (Bold Without shell 40/50)</b>  |       |       |       |       |      |
| Bikaner  | 11200 | 11200 | 11200 | 11200 | Unch |
| <b>Sunflower Seed</b>  |       |       |       |       |      |
| Maharastra/Karnataka   | 6200  | 6200  | 6200  | 6200  | Unch |
| Soybean Prices are in INR/ctl. (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/100 kg, Sunflower Seed in Rs/ctl. |       |       |       |       |      |

#### Oilseed Arrivals in Key Centers:

| Commodity / Centre      | Arrivals in Bags/QtI |                  | Change |
|-------------------------|----------------------|------------------|--------|
| <b>Soybean</b>          | <b>15-May-23</b>     | <b>13-May-23</b> |        |
| Madhya Pradesh          | 70000                | 35000            | 35000  |
| Maharashtra             | 75000                | 40000            | 35000  |
| Rajasthan               | 10000                | 8000             | 2000   |
| Indore(MP)              | 1000                 | 800              | 200    |
| Latur(MH)               | 15000                | 25000            | -10000 |
| Kota (Raj)              | 3000                 | 2000             | 1000   |
| <b>Rapeseed/Mustard</b> |                      |                  |        |
| All India               | 950000               | 750000           | 200000 |
| Rajasthan               | 500000               | 385000           | 115000 |
| Alwar                   | 5000                 | 4000             | 1000   |
| Sri Ganganagar          | 3000                 | 2000             | 1000   |
| Kota                    | 4000                 | 4000             | Unch   |
| <b>Groundnut Seed</b>   |                      |                  |        |
| Rajkot (Gujarat)        | 1200                 | 1000             | 200    |
| <b>Sunflower Seed</b>   |                      |                  |        |
| Sholapur (Maharashtra)  | NA                   | NA               | -      |

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

| Oilseeds                         | 15-May-23 | 13-May-23 | Change |
|----------------------------------|-----------|-----------|--------|
| Groundnut Kernel                 | 8300      | 8300      | Unch   |
| Gr. Bolds 60/70                  | 10500     | 10500     | Unch   |
| Gr. Javas 60/70                  | 11600     | 11600     | Unch   |
| Gr Javas 70/80                   | 11300     | 11300     | Unch   |
| Gr.Javas 80/90                   | 11000     | 11000     | Unch   |
| KardiSeed 2% Exp Qly             | 4500      | 4500      | Unch   |
| Sesame White 98/2/1 FM           | 13400     | 13400     | Unch   |
| Whitish 95/5/FFA/1FM             | 13200     | 13200     | Unch   |
| Brown 48/2 FFA/4 FM              | 12600     | 12600     | Unch   |
| Brown 48/3 FFA/4 FM              | 12400     | 12400     | Unch   |
| Brown 48/4 FM/* No FFA Guarantee | 12000     | 12000     | Unch   |
| Sunflower Seed                   | 5800      | 5800      | Unch   |
| Niger Seed (4% FM)               | 10100     | 10000     | 100    |

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