

Oilseeds Domestic Fundamentals:

Today's Update-

- Today, In Indore Soybean plant prices remained stable at INR 5,500/Qtl as compared to previous day amid decline in arrivals.
- Year-to-date soybean prices are down by 4.31% tracking higher ending stock.
- As per the latest report from SOPA, the Soybean Processors Association of India, there has been a revision in India's 2022-23 soybean production estimates. The current estimate stands at 124.11 lakh tonnes, an increase from the earlier estimate of 120.3 lakh tonnes. Additionally, there has been a rise in soybean crushing by 5 lakh tonnes, with the current at 105 lakh tonnes. Furthermore, SOPA has also revised its soymeal export estimates upward by 3 lakh tonnes, with the current figure at 17 lakh tonnes.



International market update:

CBOT Soy bean Futures (\$/ Bushels)					18-May-2023
Contract	% Change	Open	High	Low	Close
Jul-2023	+5'0 (+0.38%)	13.33	13.39	13.30	13.38
Aug-2023	+4'2 (+0.33%)	12.68	12.74	12.66	12.73
Sep-2023	+1'4 (+0.12%)	12.01	12.06	11.97	12.05
Nov-2023	+1'6 (+0.15%)	11.87	11.89	11.81	11.88

CBOT Soy Oil Futures (Cent/pounds)					18-May-2023
Contract	% Change	Open	High	Low	Close
Jul-2023	+0.10 (+0.21%)	47.5	47.5	46.9	47.3
Aug-2023	+0.10 (+0.21%)	47.6	47.6	47.0	47.5
Sep-2023	+0.09 (+0.19%)	47.6	47.6	47.0	47.4
Nov-2023	+0.07 (+0.15%)	47.3	47.3	46.8	47.3

CBOT Soy bean meal Futures (\$/ Tonnes)					18-May-2023
Contract	% Change	Open	High	Low	Close
Jul-2023	+0.3 (+0.07%)	414.00	415.20	412.80	414.40
Aug-2023	+0.3 (+0.07%)	407.90	409.30	406.60	408.30
Sep-2023	-0.5 (-0.13%)	397.10	397.90	395.60	396.90
Nov-2023	-0.7 (-0.18%)	385.20	386.10	384.30	385.30

According to the latest update from CONAB, the national entity responsible for commodity supply in Brazil under the Ministry of Agriculture, the progress of the soybean harvest in Brazil as of May 13th stands at 97.2%. This marks a significant increase from the previous week's rate of 95.4%. In comparison, during the corresponding period last year, the harvest rate was recorded at 96.8%.

As of April 14th May, 2023, the most recent report from the USDA reveals that the progress of soybean planting has reached a total of 49% completion vs 27% previous year same period. This surpasses the typical five-year average of 36% for this period in the year.
2022/23 Argentina Soybeans 36% Harvested vs. 64% Average.

As of late last week, the harvest progress of Argentina's soybeans for the 2022/23 season stood at 36.4%, which is lower than the 53.3% achieved during the same period last year and the 64.0% average. This marks an increase of 8.2% for the week. In the primary production regions, approximately 50-55% of soybeans have been harvested, while the southern parts of Argentina have seen a harvest progress of 20-50%, and the far northern regions have only harvested 5-10% of their soybeans. Regarding planting times, the early-planted soybeans have reached a harvest progress of 50.8%, while the late-planted soybeans have only reached 5.6% harvest progress.

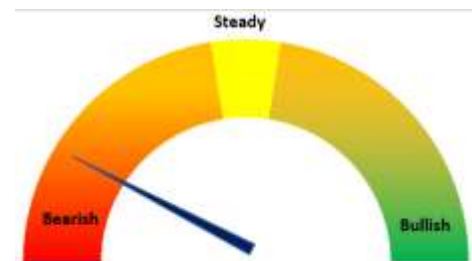
As per latest USDA report, In 2023/24, India's soybean crush is expected to decrease slightly to 9.8 million tons due to a projected stagnation in supplies. The production of soybeans is anticipated to remain at 12.0 million tons. Continued growth in domestic soybean meal consumption is predicted to 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.

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 went marginally down by 0.5% at INR 5,200/Qtl amid weak demand from millers. Across India, arrivals of RM seed were 8 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 5,40,713 Metric tonnes of Mustard have been procured in four states, namely Haryana (3.47 Lakh tonnes), Madhya Pradesh (1.02 Lakh tonnes), Gujarat (0.28 Lakh tonnes), and Rajasthan (0.61 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 5,000-5,500/Qtl in the short run.

Groundnut:

Groundnut bold premium at Rajkot market went marginally down by 1.7% to INR 7,450/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.

Starting from January 2023, the prices of Groundnut bold at Rajkot have been consistently trading above INR 7,000 per quintal due to limited supply in the market and strong demand. The market has remained within the range of INR 7,000 to INR 7,800 per quintal since then. As of the current month, Groundnut seed at Rajkot has witnessed an increase of 8%, and on a year-to-date basis, it has seen a growth of 10%.



Furthermore, Groundnut oil at Rajkot has been trading above INR 1,575 for a 10-kilogram pack, driven by robust export demand. The price range for Groundnut oil has varied between INR 1,575 per 10 kilograms and INR 1,750 per quintal. On a month-to-date basis, Groundnut oil at Rajkot has experienced a 2% increase, and on a year-to-date basis, it has risen by 3%.

Looking ahead, the price of Groundnut seed is expected to be influenced by Kharif sowing intentions, which might result in a downward movement in the market due to higher acreage by farmers, taking advantage of good prices this year.

Sunflower:

Today, Sunflower seed in Maharashtra/Karnataka remained stable at INR 6,200/Qtl. amid subdued trading activities.

Sesame

Today, sesame (White) sesame traded firm at INR 13,500/Qtl. amid subdued trading activities.

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	22-May-23		20-May-23		
	Low	High	Low	High	
Indore –Plant	5250	5500	5250	5500	Unch
Indore–Mandi	5100	5300	5100	5300	Unch
Nagpur-Plant	5100	5200	5100	5200	Unch
Nagpur – Mandi	4865	4985	4740	4855	130
Latur – Mandi	4800	5100	4800	5100	Unch
Akola – Mandi	4770	4895	4700	4850	45
Kota-Plant	5100	5200	5100	5300	-100

Kota – Mandi	4900	5060	5000	5100	-40
Bundi-Plant	5000	5300	5000	5200	100
Bundi-Mandi	4800	5100	4800	5000	100
Baran-Plant	5100	5300	5200	5450	-150
Baran-Mandi	4900	5150	5000	5250	-100
Bhawani / Jhalawar–Plant	5200	5300	5200	5300	Unch
Bhawani /Jhalwar-Mandi	5000	5150	5000	5150	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	5175	5200	5200	5225	-25
Alwar-(Condition)	4900	5000	4900	5000	Unch
Sri Ganganagar-(Non-Condition)	4500	4750	4600	4800	-50
New Delhi–(Condition)	5050	5100	5100	5150	-50
Kota-(Condition)	4900	5100	4900	5100	Unch
Agra-(Condition)	5333	5381	5381	5429	-48
Neewai-(Loose)	4770	4875	4900	5025	-150
Hapur (UP)-(Condition)	4950	5000	5000	5050	-50
Groundnut Seed (with shell)					
Rajkot	6500	7450	6400	7575	-125
Jasdan	NA	NA	5250	7250	-
Bikaner	6800	7400	6800	7400	Unch
Groundnut (Bold Without shell 40/50)					
Bikaner	11200	11200	11200	11200	Unch
Sunflower Seed					
Maharastra/Karnataka	6200	6200	6200	6200	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/100 kg, Sunflower Seed in Rs/qtl.					

Oilseed Arrivals in Key Centers:

Commodity / Centre	Arrivals in Bags/Qtl		Change
	22-May-23	20-May-23	
Soybean			
Madhya Pradesh	40000	40000	Unch
Maharashtra	70000	45000	25000
Rajasthan	10000	8000	2000
Indore(MP)	800	700	100
Latur(MH)	10000	10000	Unch
Kota (Raj)	2000	2000	Unch

Rapeseed/Mustard			
All India	800000	725000	75000
Rajasthan	450000	400000	50000
Alwar	5000	6000	-1000
Sri Ganganagar	1500	3000	-1500
Kota	2500	3000	-500
Groundnut Seed			
Rajkot (Gujarat)	1000	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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