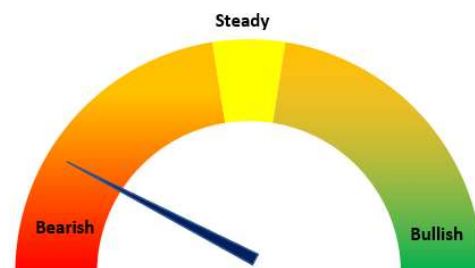


## Oilseeds Domestic Fundamentals:

### Today's Update-

Today, the Indore Soybean plant prices remained steady at INR 5,250/Qtl. as compared to the previous day amid potential decline in soymeal export demand due to increase in spread between kandla and Argentina Soymeal prices. Additionally, weak Soy oil prices coupled with increased arrivals too weighing on soybean seed prices.



### CBOT

Soybean and soymeal prices experienced a decline and were on track for weekly losses due to the dominance of expectations regarding abundant supplies, despite concerns over the impact of dry conditions on the US crop.

CBOT Soy bean Futures (\$/ Bushels)					01/Jun/2023
Contract	% Change	Open	High	Low	Close
Jul/2023	-4'0 (-0.30%)	13.29	13.29	13.22	13.25
Aug/2023	-3'6 (-0.30%)	12.42	12.42	12.36	12.40
Sep/2023	-2'6 (-0.23%)	11.75	11.76	11.71	11.74
Nov/2023	-1'2 (-0.11%)	11.68	11.69	11.63	11.67

CBOT Soy Oil Futures (Cent/pounds)					01/Jun/2023
Contract	% Change	Open	High	Low	Close
Jul/2023	+0.17 (+0.36%)	47.8	48.1	47.6	48.0
Aug/2023	+0.17 (+0.36%)	47.7	48.1	47.6	48.0
Sep/2023	+0.13 (+0.27%)	47.6	47.9	47.4	47.8
Oct/2023	+0.21 (+0.44%)	47.3	47.6	47.3	47.6

### International market update:

As of the end of last week, the soybean harvest stood at 78%, which is lower compared to 91% at the same time last year and the average of 92%. This indicates a weekly progress of 9%. In the primary soybean production regions, the harvest is nearing completion, with approximately 95% of the crop already collected. In southern Argentina, about 50-60% of the soybeans have been harvested, while in northern Argentina, the figure stands at 45-55%. Regarding the planting schedules, the early-planted soybeans have reached an 86% harvest rate, whereas the later-planted ones are at 59% harvested.

According to the Ukrainian Grain Association (UGA), the production of sunflower is expected to see a notable increase of 14%, reaching 12.7 million metric tons. This growth is attributed to an expansion of planted areas by 800,000 hectares. As a result, there is a possibility of augmenting sunflower exports to 1.2 million metric tons, and domestic processing of sunflower to 11.5 million metric tons.

On the other hand, rapeseed output is projected to experience a modest growth of 3%, reaching 3.8 million metric tons. This expansion could potentially enable exports of 3.5 million metric tons.

The soybean production will rise to 4.4 million metric tons, a substantial increase of almost 19% compared to the previous year. Consequently, the expected export potential for soybeans is anticipated to rise to 3 million metric tons.

As of 28th May, 2023, the most recent report from the USDA reveals that the progress of soybean planting has reached a total of 83% completion vs 64% previous year same period. This surpasses the typical five-year average of 65% for this period in the year.

Currently, Indore Soybean plant prices is likely to remain subdued in the range of INR 5,200-5,500/Qtl in the short run.

### **RM seed**

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

The RM seed Jaipur prices went up by 1% at INR 5,150/Qtl. as compared to previous day at INR 5,100/Qtl. amid weak demand from millers. Across India, arrivals of RM seed were 6.25 lakh bags.

As per NAFED latest report, a total of 6,72,801 Metric tonnes of Mustard have been procured in four states, namely Haryana (3.47 Lakh tonnes), Madhya Pradesh (1.55 Lakh tonnes), Gujarat (0.49 Lakh tonnes), and Rajasthan (1.15 Lakh tonnes).

#### **International market update:**

The canola area is projected to experience a slight increase to 8.8 million hectares in 2023-2024 due to favourable prices. However, this expansion is constrained by the similarly favourable prices of other crops like wheat and peas. If crop abandonment rates and yields continue to follow trends, the production is estimated to be around 18.5 million metric tons.

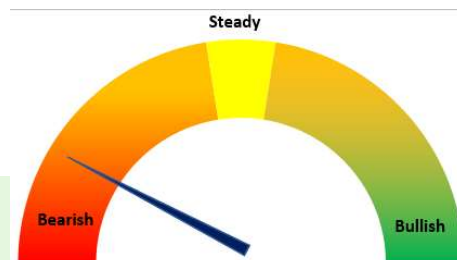
Both domestic crush and exports are forecasted to remain at similar levels as in 2022-23, with domestic crush predicted to be around 9.5 million metric tons and exports at 8.8 million metric tons. This projection is supported by the ongoing strong global demand for oilseeds, vegetable oils, and protein meals.

Assumptions for feed use, residue, and impurity levels are set at normal levels. Carry-out stocks are expected to slightly increase to 1.1 million metric tons, compared to 1.0 million metric tons in 2022-23 and the five-year average of 2.3 million metric tons.

The Canadian canola supply for the 2022-23 period is projected to reach 19.1 million metric tonnes (Mt), which is 22% higher compared to the previous year. This increase is primarily due to the recovery in production following the drought in 2021-22, although it was somewhat balanced by existing stocks. Canola cultivation covered an area of 8.7 million hectares (Mha) in Canada, with 8.6 Mha successfully harvested. Yields returned to nearly normal levels, averaging 2.11 tonnes per hectare (t/ha). The estimated production for the year is 18.2 Mt.

### **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 up by 0.4% at INR 7800/Qtl. as compared to the previous day at INR 7770/Qtl. In upcoming days, Groundnut average prices is likely to trade range bound in the range of INR 7,400-8,000/Qtl in short run amid low availability and good export demand.



In contrast to the sharp decline in prices of other oilseeds, groundnut prices have remained robust due to increased export demand and low production. The weak performance of summer season crops, including groundnuts, further contributes to the sustained high prices. There has been a year-long increase of over 20 percent in groundnut prices, with a recent 2.5 percent surge within the past month. Despite a significant decrease in the prices of other oilseeds, groundnut prices have remained strong, primarily due to extensive exports to Gulf countries and China.

### Sunflower:

Today, Sunflower seed in Maharashtra/Karnataka remained stable at INR 6,000/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	2-Jun-23		1-Jun-23		
	Low	High	Low	High	
Indore –Plant	5000	5250	5150	5250	Unch
Indore–Mandi	4800	5100	5000	5040	60
Nagpur-Plant	5000	5100	5000	5100	Unch
Nagpur – Mandi	4740	4850	4800	4890	-40
Latur – Mandi	4800	5000	4860	4990	10
Akola – Mandi	4600	4885	4500	4850	35
Kota-Plant	5100	5300	5000	5200	100
Kota – Mandi	4900	5100	4800	5000	100
Bundi-Plant	4850	5100	4850	5100	Unch
Bundi-Mandi	4700	4850	4700	4900	-50
Baran-Plant	5100	5250	5100	5250	Unch
Baran-Mandi	4800	5100	4800	5100	Unch

3rd June, 2023

Bhawani / Jhalawar-Plant	5100	5200	5100	5200	Unch
Bhawani /Jhalwar-Mandi	4900	5020	4900	5000	20
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	5125	5150	5075	5100	50
Alwar-(Condition)	4900	5000	4800	4850	150
Sri Ganganagar-(Non-Condition)	4500	4675	4415	4625	50
New Delhi-(Condition)	4950	5000	4925	4975	25
Kota-(Condition)	4900	5100	4900	5100	Unch
Agra-(Condition)	5238	5286	5190	5238	48
Neewai-(Loose)	4800	4900	4700	4800	100
Hapur (UP)-(Condition)	4950	5000	5050	5100	-100
<b>Groundnut Seed (with shell)</b>					
Rajkot	6500	7800	6700	7770	30
Jasdan	NA	NA	NA	NA	-
Bikaner	6500	7200	6500	7200	Unch
<b>Groundnut (Bold Without shell 40/50)</b>					
Bikaner	11500	11500	11500	11500	Unch
<b>Sunflower Seed</b>					
Maharastra/Karnataka	6000	6000	6000	6000	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
<b>Soybean</b>	<b>2-Jun-23</b>	<b>1-Jun-23</b>	
Madhya Pradesh	65000	65000	Unch
Maharashtra	55000	55000	Unch
Rajasthan	10000	10000	Unch
Indore (MP)	1800	1500	300
Latur (MH)	5000	6590	-1590
Kota (Raj)	2500	2000	500
<b>Rapeseed/Mustard</b>			
All India	625000	675000	-50000
Rajasthan	375000	375000	Unch
Alwar	4000	5000	-1000
Sri Ganganagar	1000	1000	Unch
Kota	3500	2500	1000
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	NA	1020	-

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

Oilseeds	2-Jun-23	1-Jun-23	Change
Groundnut Kernel	7925	7825	100
Gr. Bolds 60/70	9900	10000	-100
Gr. Javas 60/70	11000	11100	-100
Gr Javas 70/80	10700	10800	-100
Gr.Javas 80/90	10400	10500	-100
KardiSeed 2% Exp Qly	4500	4500	Unch
Sesame White 98/2/1 FM	13500	13500	Unch
Whitish 95/5/FFA/1FM	13300	13300	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)	10500	10500	Unch


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