

Oilseeds Domestic Fundamentals:

Today's Update-

Today, the Indore Soybean plant prices went marginally down by 0.58% at INR 5,130/Qtl. as compared to the previous day amid subdued demand and increased arrivals. In other markets, soybean traded with firm to mixed bias.



Based on the latest data released by SOPA, soybean crushing in India from October 2022 to June 2023 is projected to increase by 36% to reach 85 lakh tonnes, compared to 62.5 lakh tonnes during the same period last year. In June 2023, soybean crushing is estimated to be 11% higher at 7.5 lakh tonnes, compared to 6.75 lakh tonnes in June of the previous year. Furthermore, soybean arrivals are expected to rise by 32% during this period, reaching 99 lakh tonnes, compared to 75 lakh tonnes last year. In June 2023 alone, soybean arrivals are estimated to be 60% higher at 8 lakh tonnes, compared to 5 lakh tonnes in June of the previous year. Traders/farmers and plants are estimated to hold stocks totaling 52.07 lakh tonnes.

According to the most recent government data, India's soybean sowing for the year 2023 is currently 15% down compared to the previous year, with a total of 79.7 lakh hectares compared to 93.6 lakh hectares. Decline in soybean acreage may be attributed to late monsoon which has delayed Kharif Sowing of soybean; As on 14th July, MP and Rajasthan experienced 15% and 135% of excess rainfall respectively while Maharashtra received 22% deficient rainfall. Additionally, farmers are expected to shift their focus towards pulses and maize cultivation due to the attractive prices.

Madhya Pradesh	Cumulative Rainfall Departure (%) 1st June to 13th July '23	Maharashtra	Cumulative Rainfall Departure (%) 1st June to 13th July '23	Rajasthan	Cumulative Rainfall Departure (%) 1st June to 13th July '23
Bajpur	23%	Nagpur	-17%	Kota	29%
Vidisha	31%	Latur	4%	Jhalawar	-3%
Dewas	5%	Yavatmal	-22%	Bundi	20%
Shajapur	66%	Parbhani	-31%	Pratapgarh	-12%
Mandsaur	22%	Amaravati	-25%	Baran	5%
Ashok nagar	-10%	Washim	-30%	Chittaurgarh	72%
Ratlam	79%	Jalna	-57%	Rajasthan	135%
Ujjain	19%	Buldhana	-28%		
Indore	70%	Hingoli	-28%		
Dhar	8%	Akola	-41%		
MP	15%	Maharashtra	-22%		

Soybean Kharif Sowing Progress (As on 14th July '23)			
State	Area Covered (Lakh Ha)		% Change
	2023	2022	
Madhya Pradesh	37.00	38.65	-4%
Maharashtra	25.18	38.14	-34%
Rajasthan	10.84	9.42	15%
Karnataka	2.67	3.70	-28%
Gujarat	2.02	1.35	49%
Telangana	1.29	1.29	0%
Uttar Pradesh	0.27	0.41	-34%
Nagaland	0.14	0.14	1%
Chattisgarh	0.11	0.31	-65%
Uttarakhand	0.07	0.07	0%
Bihar	0.07	0.06	17%
Arunachal Pradesh	0.04	0.03	16%
Mizoram	0.01	0.01	27%
Andhra Pradesh	0.002	0.02	-92%
Tamil Nadu	0.002	0.01	-80%
Total	79.71	93.61	-15%

Source: MoA

in Lakh Ha

Northwest India can expect light to moderate rainfall, which will be fairly widespread to widespread. There is a high likelihood of isolated heavy to very heavy rainfall over Uttarakhand for the next five days. Uttar Pradesh can anticipate this rainfall for the next two days, followed by isolated heavy rainfall. East Rajasthan is likely to experience isolated heavy rainfall for five days, while Himachal Pradesh can expect heavy rainfall on the 11th of July, which will decrease

15th July, 2023

thereafter. Additionally, there is a possibility of isolated extremely heavy rainfall occurring in Uttarakhand and northwest Uttar Pradesh on the 11th of July.

Central India can expect light to moderate rainfall, which will be fairly widespread to widespread. There is a high likelihood of isolated heavy rainfall over Madhya Pradesh and Vidarbha for the next five days. West Madhya Pradesh may experience isolated heavy to very heavy rainfall on the 12th and 13th of July.

In **West India**, there will be light to moderate widespread rainfall, with isolated instances of heavy rainfall persisting over Konkan & Goa for the next five days. Additionally, ghat areas of Madhya Maharashtra can expect isolated heavy rainfall on the 11th, 14th, and 15th of July.

South India will witness light to moderate fairly widespread to widespread rainfall, with isolated heavy rainfall very likely to occur over Coastal Karnataka, Telangana, and Kerala for the next four days. Coastal Andhra Pradesh can expect this rainfall on the 11th and 12th of July, Tamil Nadu on the 11th, and South Interior Karnataka on the 13th and 14th of July.

International

The release of the NASS June Acreage report on June 30 had a significant impact on commodity markets and disrupted the outlook for U.S. soybean exports. Contrary to expectations, the survey results from NASS indicated that the planted area for U.S. soybeans in the 2023/24 season would be 83.5 million acres, which is 4.0 million acres lower than both the March Prospective Plantings report and last year's planted acreage figure. Consequently, there is a corresponding reduction in supplies by 5.7 million tons, leading to a downward revision of the U.S. soybean export forecast to 50.4 million for the current month.

The U.S. soybean trade market in 2022/23 has been characterized by robust domestic demand for crushing and intense competition from Brazil in the global market. It is expected that these conditions will persist into the next marketing year, along with the projected decrease in supplies. As a result, the export deficit will mainly be compensated by reducing exports to meet the domestic demand. The forecast for U.S. soybean exports in 2023/24 has been lowered by 3.4 million, and stocks have been reduced by 1.4 million. However, the demand for soybean oil as a biofuel feedstock remains strong, resulting in only a marginal decrease in crushing activity.

USDA July'23 Oilseed Outlook

2023/24 OUTLOOK CHANGES (All figures are in thousand metric tons)

Country	Commodity	Attribute	Previous	Current	Change	Reason
Argentina	Meal, Soybean	Exports	24,300	24,500	200	Increased global soybean meal demand on lower U.S. soybean exports
	Meal, Soybean	Imports	700	850	150	Reduced crush outlook from low cost imported meal and alternative vegetable oils
Bangladesh	Oilseed, Soybean	Imports	2,600	2,000	-600	
Brazil	Meal, Soybean	Exports	21,800	22,000	200	Increased global soybean meal import demand
Canada	Oilseed, Soybean	Exports	4,350	4,550	200	Increased production and larger exportable supplies
	Meal, Sunflowerseed	Imports	2,900	3,100	200	Higher demand forecast
China	Oil, Palm	Imports	7,300	6,900	-400	Larger rapeseed imports and higher domestic crush projections
	Oil, Rapeseed	Imports	1,500	1,300	-200	
	Oil, Soybean	Imports	500	400	-100	
	Oil, Sunflowerseed	Imports	1,300	1,500	200	Higher demand forecast
	Oilseed, Rapeseed	Imports	3,000	3,500	500	
	Oilseed, Soybean	Imports	100,000	99,000	-1,000	Larger carryin from previous marketing year
Egypt	Meal, Soybean	Imports	400	500	100	Offset lower crush
	Oilseed, Soybean	Imports	3,500	3,000	-500	Poor economic outlook
European Union	Oilseed, Rapeseed	Exports	550	450	-100	Reduced exportable supplies
	Oilseed, Sunflowerseed	Imports	700	800	100	Increased exportable supplies in Ukraine
India	Meal, Soybean	Exports	800	900	100	Increased global soybean meal demand on lower U.S. soybean exports
Malaysia	Oil, Palm	Exports	16,700	16,600	-100	Reduced import demand, primarily in China
Mexico	Oilseed, Soybean	Imports	6,550	6,400	-150	Smaller U.S. exportable soybean supplies
Pakistan	Oilseed, Soybean	Imports	2,350	2,000	-350	Reduced feed demand expected reflecting current GE import policy
Thailand	Meal, Soybean	Imports	2,900	3,030	130	Reduced crush outlook from low cost imported meal and alternative vegetable oils
	Oilseed, Soybean	Imports	4,200	4,000	-200	
Turkey	Meal, Soybean	Imports	1,200	1,325	125	Reduced crush outlook from imported meal and alternative vegetable oils
	Oilseed, Soybean	Imports	3,250	3,000	-250	
Ukraine	Meal, Sunflowerseed	Exports	3,775	3,950	175	Increased production
	Oil, Sunflowerseed	Exports	4,500	4,750	250	
	Oilseed, Rapeseed	Exports	2,895	3,550	655	
	Oilseed, Sunflowerseed	Exports	700	800	100	
United States	Oilseed, Soybean	Exports	53,751	50,349	-3,402	Lower production
	Oil, Rapeseed	Imports	2,700	2,800	100	Higher biomass-based diesel demand
Vietnam	Oilseed, Soybean	Imports	2,800	2,600	-200	Reduced crush expectations reflecting moderate feed demand growth

CBOT

Soybean: On Thursday, CBOT Soybean went up by 2.8%, indicating the market's potential for its most significant weekly increase in a month. This upward trend can be attributed to worries about U.S. weather conditions and robust demand from China. The August futures opened at USD 14.44/bu, made a high at USD 14.85/bu, low at USD 14.41/bu and closed at USD 14.84/bu. The weekly soybean futures went up by nearly 4%. While, during the month, futures went up by nearly 3%. However, the overall performance for the year shows a decline of nearly 2%.

Soy oil: CBOT August Soy oil futures went up by 2.1% on Thursday. The August futures opened at 64.34 cent/pound, made a high at 66.3 cent/pound, low at 64.75 cent/pound and closed at 65.69 cent/pound. The weekly soybean futures gained nearly 5.7% and there was a monthly gain of more than 7.2%. The overall performance for the year also went up showing a gain of nearly 3%.

Outlook

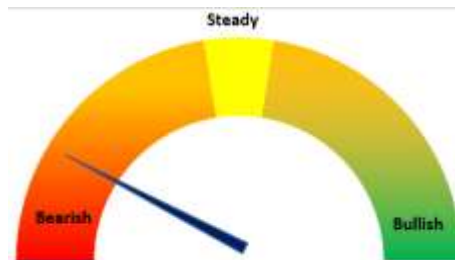
Currently, Indore Soybean plant prices is likely to remain subdued in the range of INR 5,000-5,300/Qtl in the short run.

RM seed

Today's Update-

The RM seed Jaipur prices went marginally up by 0.4% at INR 5,675/Qtl. as compared to previous day amid improved demand in the market. Across India, arrivals of RM seed were 5 lakh bags.

As per Latest USDA July '23 report India's 2023-24 Rapeseed meal export is estimated to decline by 45% at 9 Lakh tonnes as compared to 16.5 Lakh tonnes in 2022-23. However, Rapeseed crush for the year 2023-24 is estimated at 102 Lakh tonnes Vs 103 Lakh tonnes in the year 2022-23. Additionally, domestic consumption for the year 2023-24 is estimated at 49.7 Lakh tonnes Vs 47 Lakh tonnes for the year 2022-23.



As of 07th June, 2023, NAFED's total procurement stands at 10,19,844.75 metric tonnes (MT), which holds a cumulative value of Rs. 5,558.15 Crores. The breakdown of the procurement reveals that NAFED has sourced 84,355.32 MT from Gujarat, 3,47,105.00 MT from Haryana, 3,91,508.23 MT from Rajasthan, 1,67,591.09 MT from Madhya Pradesh, and 28,958.16 MT from Uttar Pradesh.



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 rebound in the range of INR 5,400-5,800/Qtl in the short run.

Groundnut:

Groundnut bold Rajkot prices went down by 5% at INR 8,350/Qtl. as compared to previous day at INR 8,805/Qtl. Groundnut average prices is likely to trade firm bias in the range of INR 7,800-9,000/Qtl in short run amid low availability and good export demand.



According to the most recent government data, India's Groundnut sowing for the year 2023 is almost similar to the previous year and is marginally up by 1% compared to the previous year, with a total of 28.7 lakh hectares compared to 28.3 lakh hectares. The gain in Groundnut acreage may be attributed to good monsoon. As on 14th July, Gujarat and Rajasthan experienced 106% and 135% excessive rainfall respectively. Farmers are expected to focus on groundnut sowing amid good prices in the market.

Groundnut Kharif Sowing Progress (As on 14th July '23)			
State	Area Covered		Change
	(Lakh Ha)		
	2023	2022	
Gujarat	15.24	14.26	7%
Rajasthan	7.45	6.35	17%
Andhra Pradesh	0.62	1.47	-58%
Karnataka	0.67	1.44	-53%
Uttar Pradesh	0.60	0.45	32%
Tamil Nadu	0.67	0.71	-6%
Chattisgarh	0.07	0.23	-70%
Madhya Pradesh	2.68	1.89	42%
Haryana	0.07	0.07	-1%
Jharkhand	0.06	0.15	-60%
Punjab	0.02	0.02	-6%
Nagaland	0.02	0.02	5%
Uttarakhand	0.01	0.01	0%
Arunachal Pradesh	0.01	0.01	22%
Odisha	0.11	0.22	-51%
West Bengal	0.02	0.05	-60%
Telangana	0.01	0.01	-58%
Bihar	0.00	0.00	-75%
Maharashtra	0.42	0.98	-57%
Total	28.72	28.33	1%
Source: MoA			in Lakh Ha

Gujarat	Cumulative Rainfall Departure (%) 1st June to 13th July'23	Rajasthan	Cumulative Rainfall Departure (%) 1st June to 13th July'23
Rajkot	148%	Bikaner	59%
Junagadh	162%	Jodhpur	232%
Devbhumi Dwarka	141%	Churu	42%
Amreli	96%	Jaipur	101%
Jamnagar	171%	Hanumangarh	20%
Banaskantha	173%	Sikar	79%
Bhavanagar	49%	Nagaur	161%
Gir Somnath	102%	Tonk	202%
Porbandar	91%	Dausa	34%
Sebarkantha	69%	Rajasthan	135%
Morbi	81%		
Kutch	189%		
Aravalli	77%		
Mahesana	86%		
Surendranagar	69%		
Botad	133%		
Gandhinagar	11%		
Gujarat	106%		

Sunflower:

Today, Sunflower seed in Maharashtra/Karnataka remained stable at INR 5,720/Qtl. amid subdued trading activities.

Sesame

Today, sesame (White) sesame traded firm at INR 13,700/Qtl. amid good demand.

Oilseed Prices at Key Spot Markets:					
Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	14-Jul-23		13-Jul-23		
	Low	High	Low	High	
Indore –Plant	4950	5100	5020	5130	-30
Indore–Mandi	4800	4950	4900	4990	-40
Nagpur-Plant	4930	5100	4990	5150	-50
Nagpur – Mandi	4805	4940	4875	5000	-60
Latur – Mandi	4700	5000	4700	5100	-100
Akola – Mandi	4700	4865	4650	4890	-25
Kota-Plant	4850	5100	4800	5100	Unch
Kota – Mandi	4700	4950	4650	4950	Unch
Bundi-Plant	4650	5050	4650	5050	Unch
Bundi-Mandi	4500	4900	4500	4900	Unch
Baran-Plant	4750	5050	4850	5050	Unch
Baran-Mandi	4600	4900	4700	4900	Unch
Bhawani / Jhalawar–Plant	Closed	Closed	Closed	Closed	-
Bhawani /Jhalwar-Mandi	Closed	Closed	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	5650	5675	5625	5650	25
Alwar-(Condition)	5350	5450	5350	5450	Unch
Sri Ganganagar-(Non-Condition)	4700	5225	4800	5200	25
New Delhi–(Condition)	5350	5400	5350	5400	Unch
Kota-(Condition)	5200	5400	5150	5350	50
Agra-(Condition)	5738	5786	5738	5786	Unch
Neewai-(Loose)	5100	5225	5150	5275	-50
Hapur (UP)-(Condition)	5500	5550	5450	5500	50
Groundnut Seed (with shell)					
Rajkot	6900	8500	6755	8350	150
Jasdan	NA	NA	NA	NA	-
Bikaner	7800	8500	7800	8500	Unch

	13-Jul-23		12-Jul-23		
Groundnut seed, crushing quality FOR Ports India USD/mT	1010.25	1010.25	1005.5	1005.5	4.75
Groundnut seed Crushing Quality EXW Saurashtra Rs/mT	83000	83000	83000	83000	Unch
Groundnut (Bold Without shell 40/50)					
Bikaner	11600	12200	11600	12000	200
Sunflower Seed					
Maharashtra/Karnataka	5720	5720	5720	5720	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
Soybean	14-Jul-23	13-Jul-23	
Madhya Pradesh	125000	110000	15000
Maharashtra	55000	50000	5000
Rajasthan	12000	12000	Unch
Indore(MP)	2500	1500	1000
Latur(MH)	2000	2000	Unch
Kota (Raj)	6000	6500	-500
Rapeseed/Mustard			
All India	500000	450000	50000
Rajasthan	250000	225000	25000
Alwar	7000	6000	1000
Sri Ganganagar	1500	1000	500
Kota	1200	1500	-300
Groundnut Seed			
Rajkot (Gujarat)	700	700	Unch
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	14-Jul-23	13-Jul-23	Change
Groundnut Kernel	8750	8750	Unch
Gr. Bolds 60/70	11100	11100	Unch
Gr. Javas 60/70	12200	12200	Unch
Gr Javas 70/80	11900	11900	Unch
Gr.Javas 80/90	11600	11600	Unch
KardiSeed 2% Exp Qly	4500	4500	Unch
Sesame White 98/2/1 FM	13700	13700	Unch
Whitish 95/5/FFA/1FM	13500	13500	Unch
Brown 48/2 FFA/4 FM	12800	12800	Unch
Brown 48/3 FFA/4 FM	12600	12600	Unch
Brown 48/4 FM/* No FFA Guarantee	12200	12200	Unch
Sunflower Seed	5800	5800	Unch
Niger Seed (4% FM)	10700	10700	Unch

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