

Oil Seed Monthly Research Report

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Executive Summary

During the month under review, Indore soybean monthly average prices remained sideways and went marginally up by 0.44% to Rs. 7,686/Qtl amid tight edible oil supply in the country and decrease in arrivals. However, in coming months, Soybean is likely to trade with weak bias on Soy meal import.

The Ministry of Consumer, Food and Public Distribution, will allow import of GM soya meals for balance quantity of 5.50 lakh tonnes out of the estimates 12 lakh metric tonnes of August 2021 till 30 September 2022, reviewing the imported quantity and domestic prices at regular intervals. Necessary clearances etc. should be obtained by Animal Husbandry and Dairying Department and DGFT notification can take care of operational aspects.

Skymet has forecasted 2022 southwest monsoon to be the normal at 98% of long period average with an error margin of $\pm 5\%$ of 880.6 mm for the 4-month long period from June to September. In terms of geographical risk, Skymet expects Rajasthan, Gujarat, Nagaland, Manipur, Mizoram, and Tripura to be at risk of being rain deficit throughout the season.

The average monthly price of soybean meal at Indore plant remained sideways and went marginally up in April'22 and gained 1% to Rs. 59,712 a tonne in tandem with Soybean prices. In coming weeks, it is likely to trade with weak bias on Soy meal import.

The average monthly price of RM seed at Jaipur remained sideways and went marginally up in April'22 and witnessed gain of 0.8% to Rs. 7,209 a quintal. RM seed prices are likely to trade with firm bias on Palm oil export ban by Indonesia.

This month, the average monthly price of Groundnut oil at Rajkot went up by 2.1% to Rs. 5,976 a quintal on good demand from crushers.

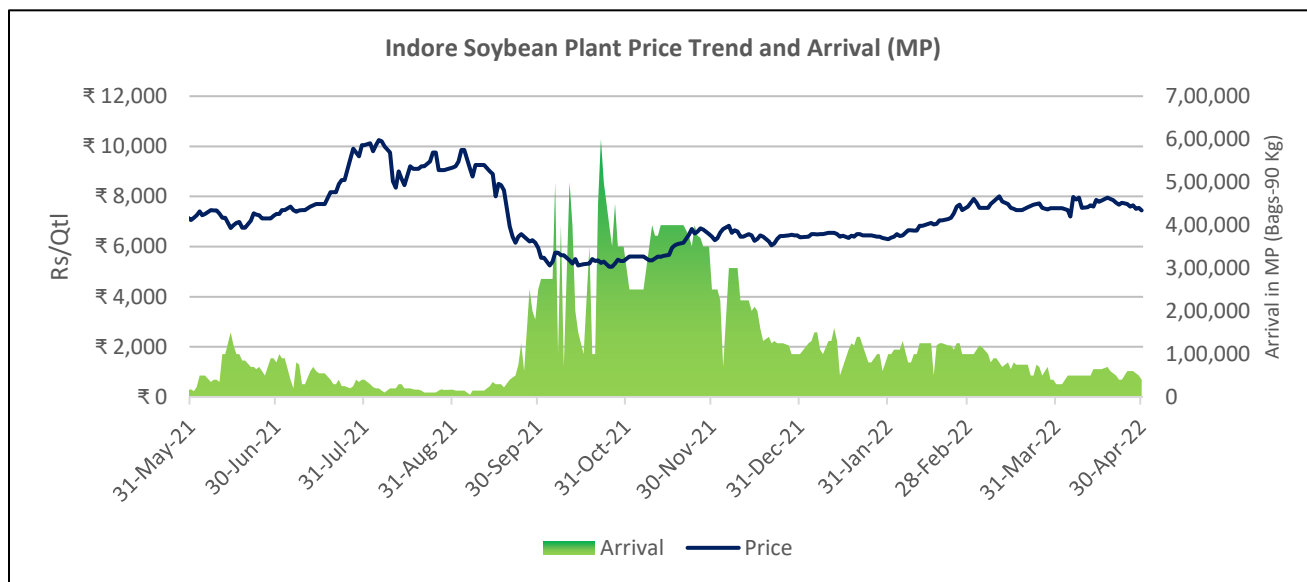
Outlook – Cash Market

Outlook - Soybean (Spot, Nagpur): The soybean prices are expected to trade with a weak bias amid Soy meal import. The prices (Indore, Plant basis) are likely to feature in the range of 6,800 – 7,400 level.

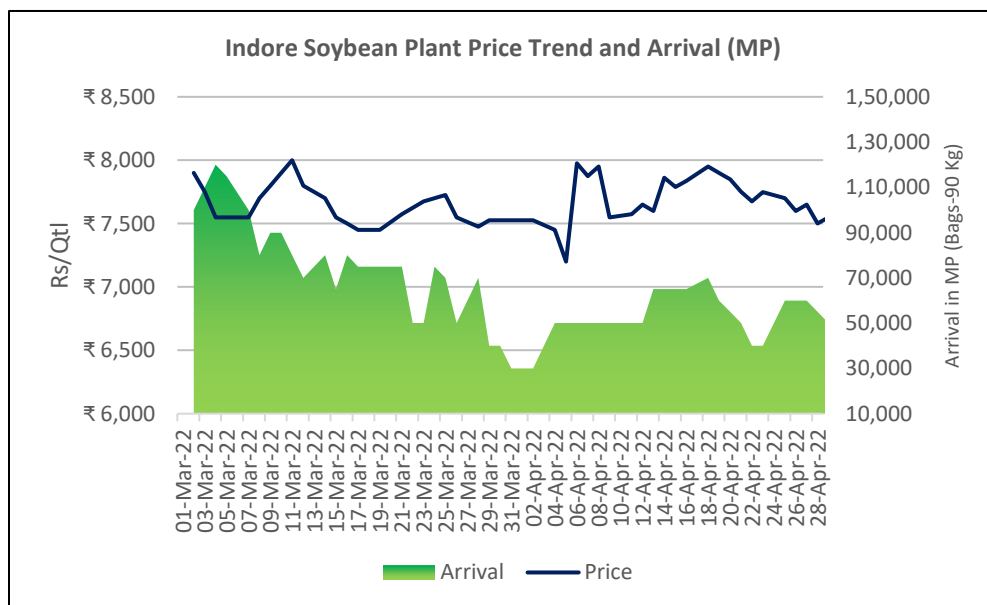
Outlook – Soy meal: Soymeal prices are likely to trade with weak bias on Soymeal import. The soy meal prices (Indore) are likely to trade with weak bias in the range of Rs. 48,000 – 53,000 /MT in short run.

Outlook - Rapeseed-Mustard (Spot, Jaipur basis): Rapeseed-mustard is expected to trade range bound with firm bias on palm oil export ban coupled with shrinking arrivals and good demand from crushers. Jaipur RM seed prices are likely to witness the price levels between 7,400 – 7,800/Qtl. in short-run.

Soybean



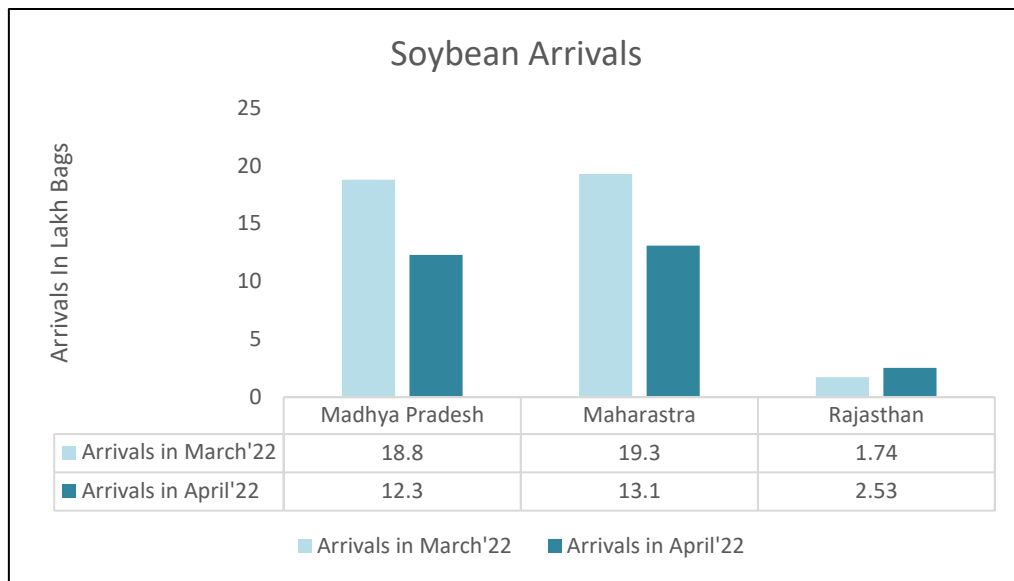
During the month under review, Indore Soybean plant monthly average prices remained steady and went marginally up by 0.44% to INR 7,686/ql. However, April monthly closing went down by 1.13% at INR 7,440/ql as compared to previous month closing at INR 7,525/ql. tracking government decision to allow import of GM soya mills for balance quantity



of 5.50 lakh tonnes out of the estimated 12 lakh metric tonnes of August 2021 till 30 September 2022. Soybean prices further likely to trade range bound with weak bias on Soymeal import.

In April'22, in Madhya Pradesh, soybean arrivals went down to 12.3 lakh bags as compared to 18.8 lakh bags previous month. In Maharashtra arrivals went down to 13.1 lakh bags as compared to 19.1 lakh bags previous month. However, In Rajasthan arrival went 45% up to 2.53 lakh bags as compared to 1.74 lakh

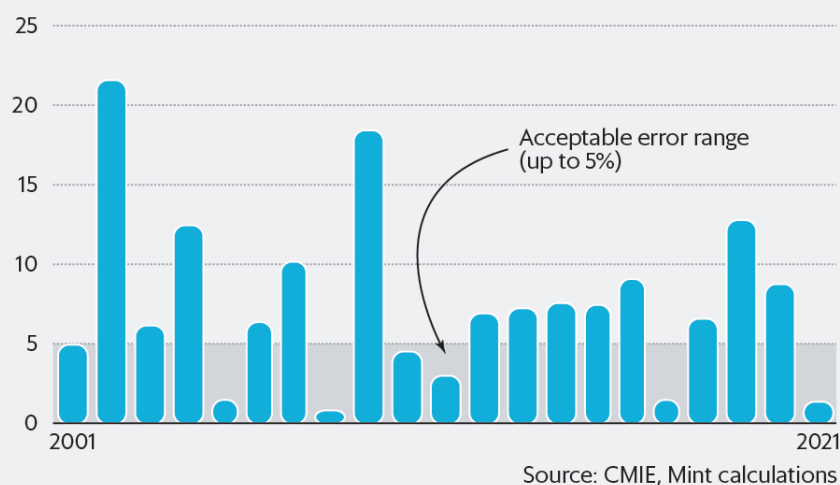
bags previous month, In Rajasthan Soy arrivals went up as farmers released Soya on firm prices and holding Mustard crop in anticipation of better prices in future.



Monsoon forecast- Skymet has forecasted 2022 southwest monsoon at to be the normal at 98% of long period average with an error margin of $\pm 5\%$ of 880.6 mm for the 4-month long period from June to September. In terms of geographical risk, Skymet expects Rajasthan, Gujarat, Nagaland, Manipur, Mizoram, and Tripura to be at risk of being rain deficit throughout the season. As Rajasthan is third largest state for Soybean production, rain deficit may affect sowing and in later stage yield may get affected.

Hits and misses

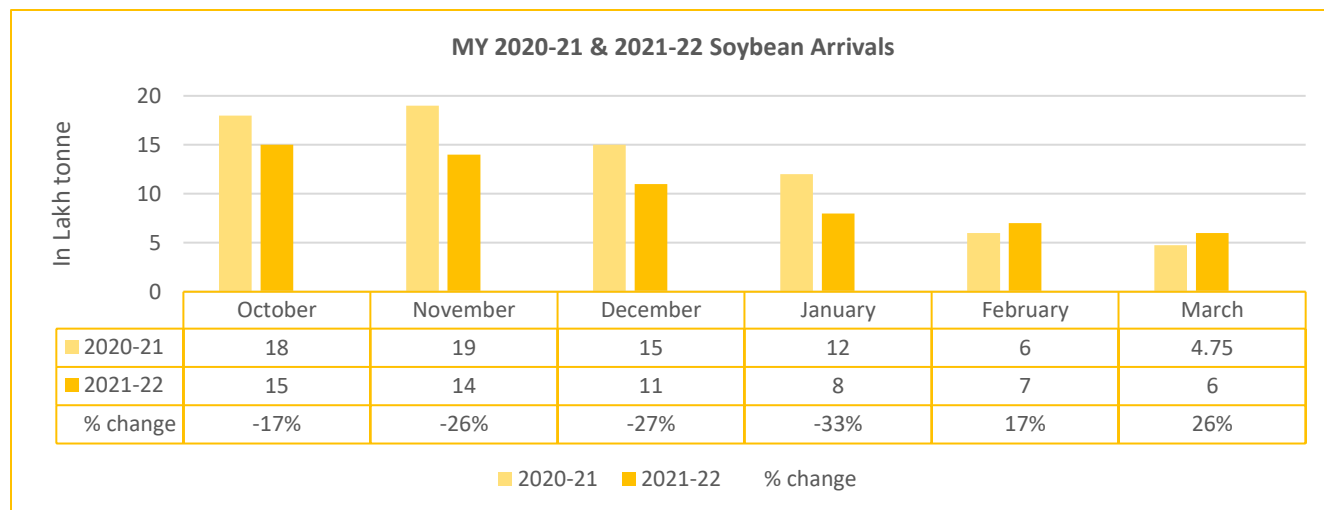
Gap between IMD monsoon forecast and actual rainfall, as a % of long-period average (since 2001)



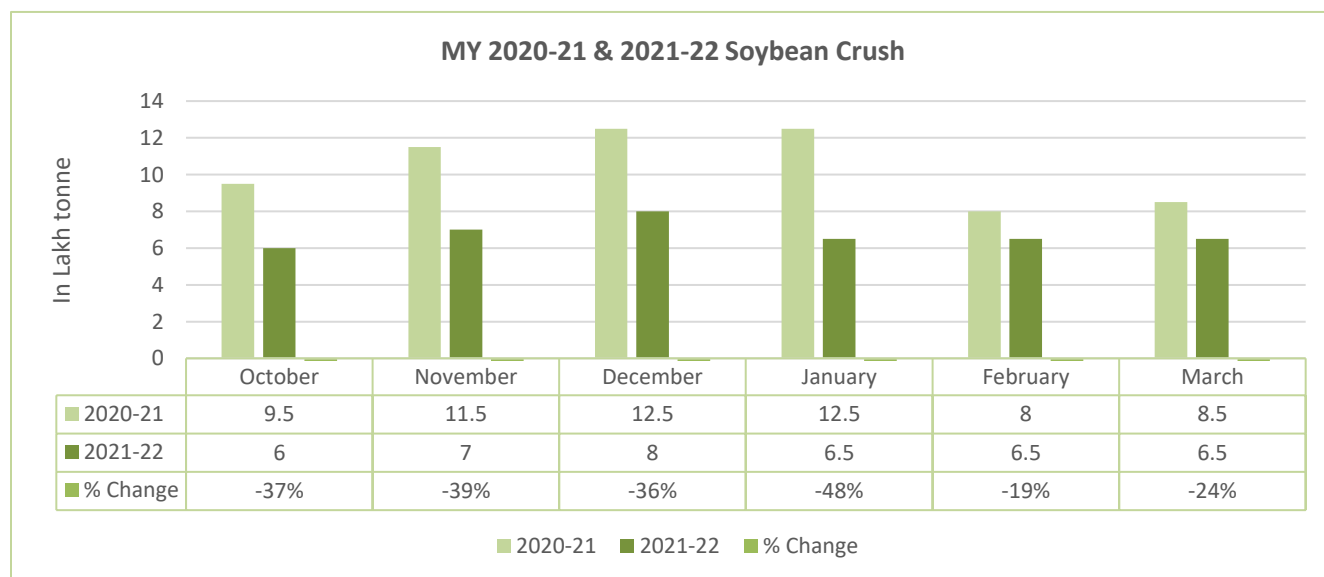
India Meteorological Department

(IMD) has also forecasted for the 2022 Southwest Monsoon Season Rainfall, predicting normal rainfall to be 99% of the Long Period Average (LPA) with a model error of $\pm 5\%$. South west monsoon seasonal (June-Sept) rainfall over the country as a whole is most likely to be normal (96 to 104%) of LPA.

SOPA Soy Crush and Arrivals-

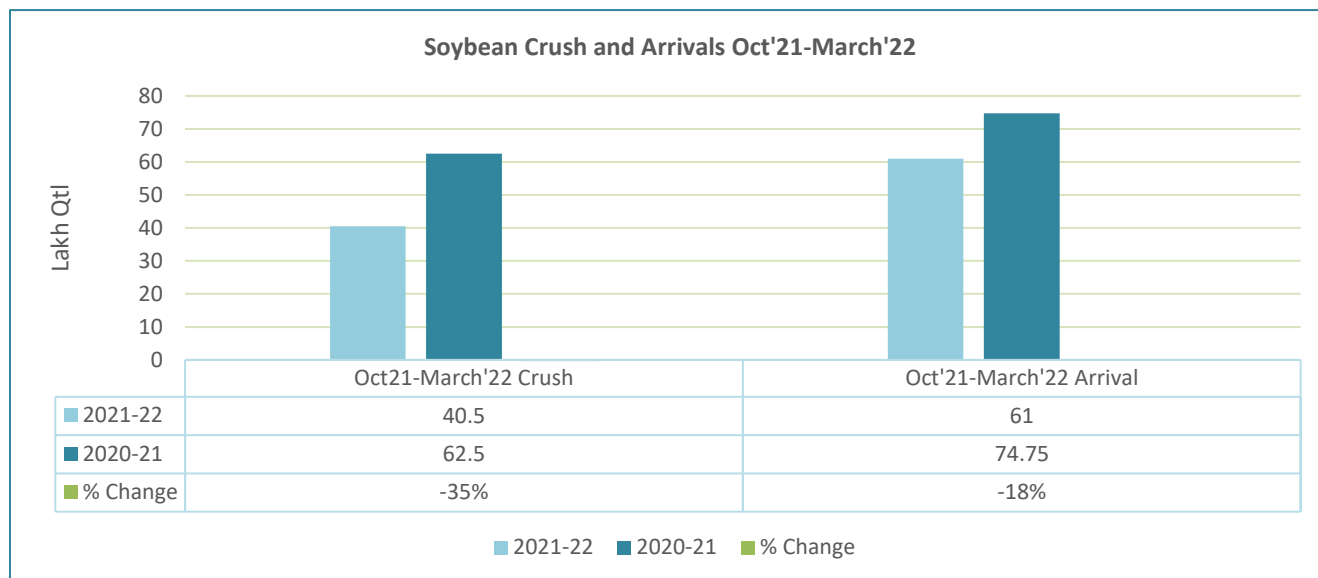


Upon firm Soy prices in Feb and March, Farmers released their stocks and arrivals recorded 26% high at 6 Lakh tonnes. In April we expect 5-5.5 Lakh tonnes arrivals and in May too, farmers may continue to offload their stocks on need based selling for kharif sowing.



Despite firm arrivals as compared to previous years, Soy crushing remained low on disparity and low soy meal export and domestic demand due to high prices. In April we expect crushing at 5 Lakh tonnes and May, crushing is likely to remain weak for the same reason.

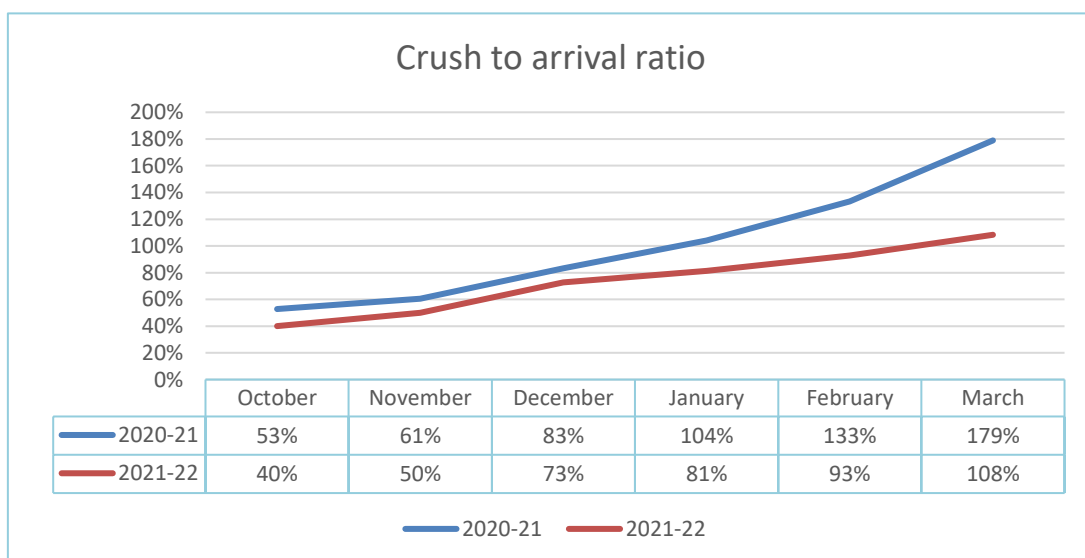
Soy crush and Arrivals Oct'21-March'22



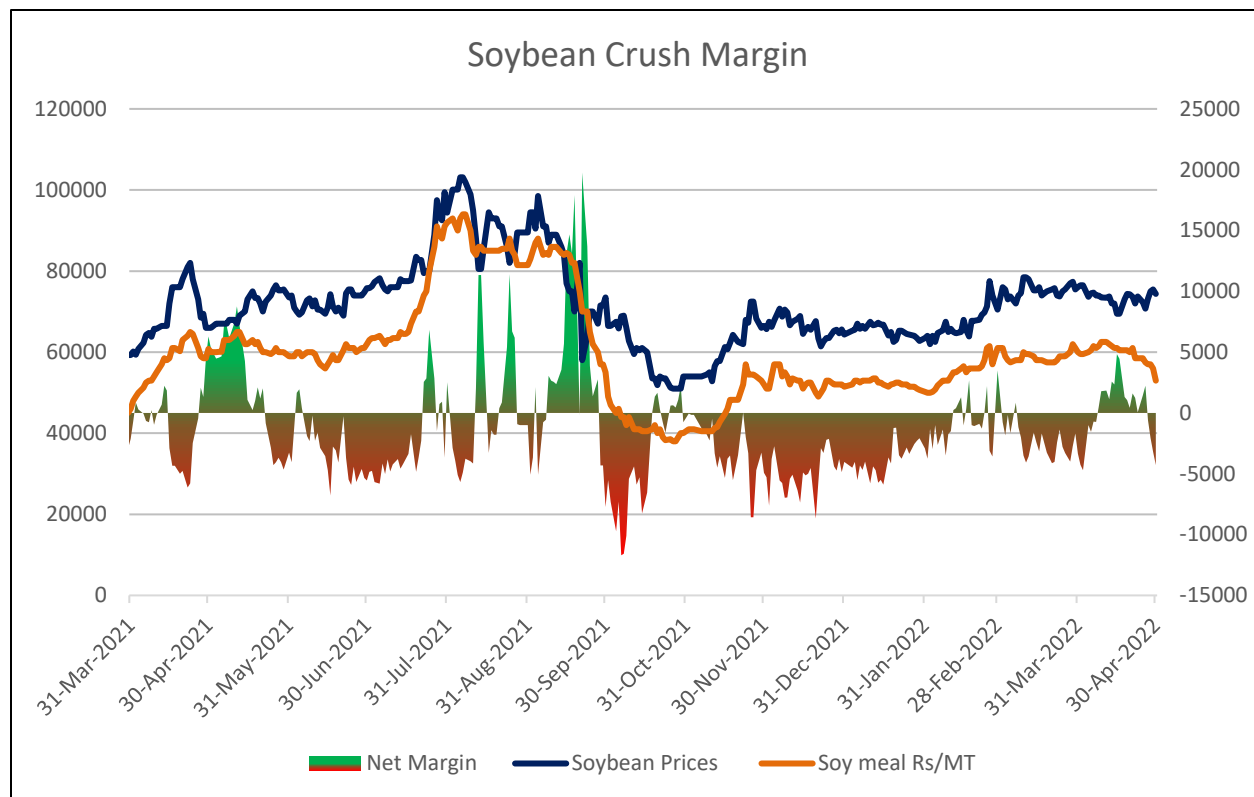
According to SOPA, In Oct-March'22 crush remained low by 35% at 40.5 Lakh tonnes as compared to 62.5 Lakh tonnes previous year same period. Arrivals too recorded low by 18% to 61 Lakh tonnes as compared to 74.75 Lakh tonnes previous year same period. According to Agriwatch, out of the total availability of 125.9 Lakh tonnes 61 Lakh tonnes have been arrived till March'22 in the market while 40.5Lakh tonnes crushing have been done. Prices are high despite higher ending stocks at 17%, as farmers are holding major chunks in anticipation of better prices.

Crush to arrival ratio

Crush to arrival ratio in March'22 stood at 108% as compared to previous month at 93%. It is inferred that old stock is being crushed.

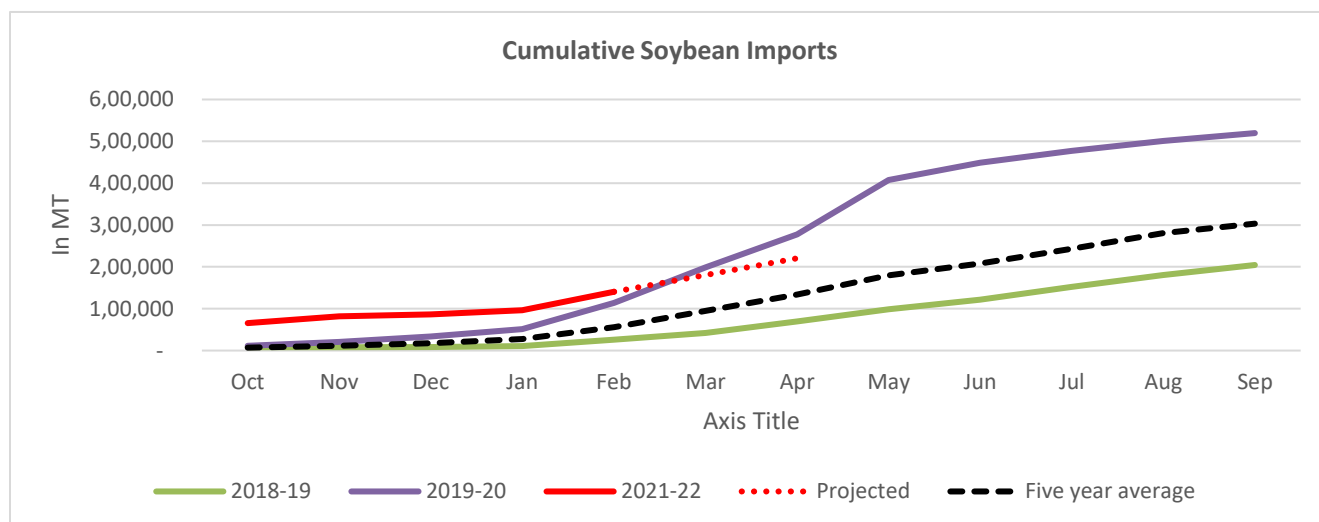


Crush Margin-

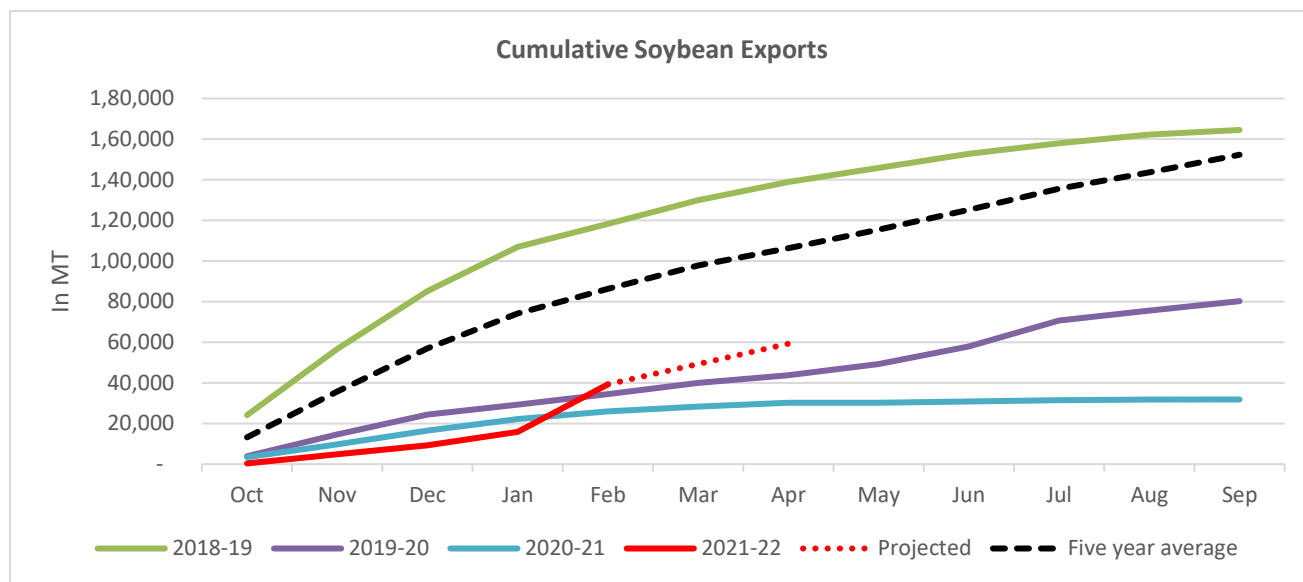


During the month under review, Soybean net crush margin remained positive at INR 221/MT on firm Soy oil and Soy meal prices. However, in last week of April, upon correction in Soy meal prices, crush margin squeezed. We expect Soy net crush margin to remain tight on further decline in Soy meal prices due to Soy meal import.

Soybean Import-Export-

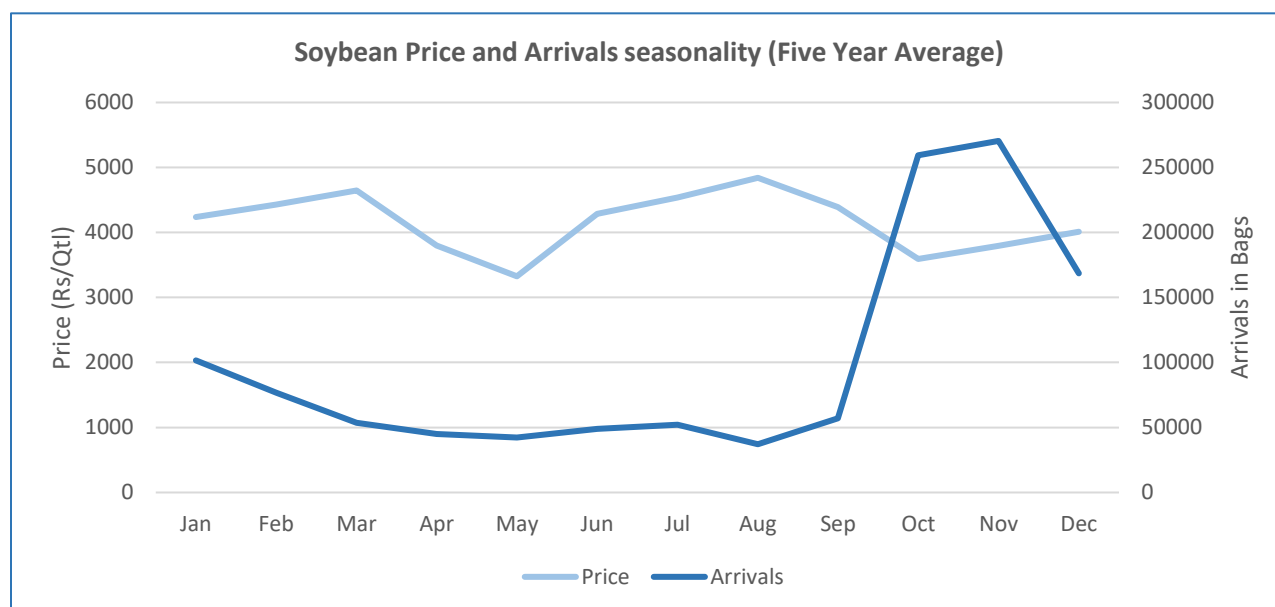


According to data from Department of Commerce, India's cumulative soybean import increased by 64% in the Oct-Feb'22 to 1,40,426 tonnes compared to 85,549 tonnes during same period last year and remains well above from the five year's average. Imports were higher in first two months of current season on less availability in the country. We expect Soy imports in March and April at 20-30 thousand tonnes in each month.



Soybean exports were higher by 51% in Oct-Feb'22 to 39,265 tonnes compared to previous year same period at 26,030 tonnes. Export demand improved in Feb'22 on good demand by Turkey, US and Canada as these countries bought Non- GM Soybean.

Soybean Price and Arrivals Seasonality:



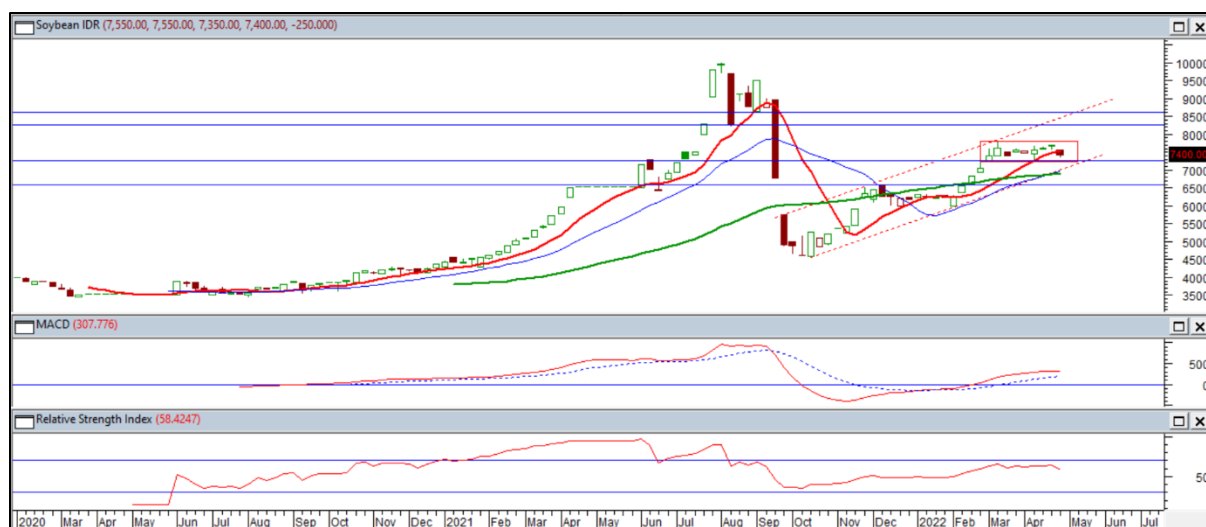
Technical Analysis

(Based on Indore Mandi prices, till April'22)

SOYBEAN – Technical Outlook

Soybean Indore Spot -Weekly time frame

Technical Chart:



(Red line- 9 DMA, Blue line 18 DMA and Green line 50 DMA)

Technical Commentary:

- As depicted in the above chart, Indore Soybean spot prices moving in rising channel. Prices are expected to remain in the channel only and lower channel line can be considered as immediate support while the upper channel line will act as resistance. Any breakout either side of the channel would give prices new direction. Within the channel, prices are moving in a very narrow range of Rs7280-7780 as depicted by the rectangle. Momentum indicator MACD remains in the positive zone and converging slightly while Oscillator RSI is moving down, indicating some correction in prices. Short-term SMA also points for a possible correction in prices.
- We expect, that in coming week prices may correct towards the lower channel line and take support of the line and rebound towards the upper channel resistance.
- As per aforementioned, one can go for buying towards the support zone i.e., the lower channel line for an objective towards the upper channel resistance for a position basis or one and go for need based buying.

International Market Updates-

During the week under review, CBOT June soybeans went up by more than 5.43% amid oilseed and edible oil turmoil due to Palm oil export ban by Indonesia. During the month, market made low of \$15.60/ bushel and a high of \$17.34/bushel and closed at \$16.84/ bushels. If Indonesia lifts Palm oil export ban, Soy prices may ease and USA's Soy crop condition worsens, prices may get support.



According to USDA latest planting report USA Soybean sowing progress stood at 8% Vs 22% previous year and 13% five year average. And approximately, 15% of Soybean production is within an area of experiencing drought.

As per latest data, Argentina soybeans were 14.4% harvested as of late last week

compared to 7.2% last year and 27% average. High fuel cost attributed to the slow harvesting.

China's 2022 Soybean demand may fall up to 6% on dip in feed requirement. Negative crush margin since Feb'22 too attributed to dip in demand.

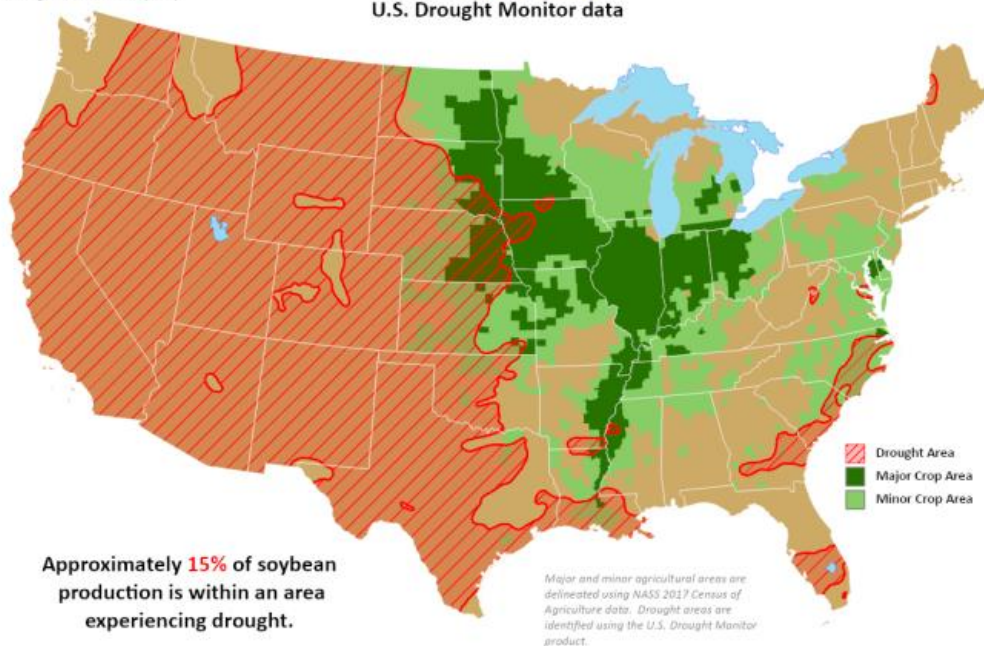
According to China's General Administration of Customs data, world's top importer of soybeans, China in March'22 brought in 3.37 million tonnes, down sharply from 7.18 million a year earlier.



This product was prepared by the
USDA Office of the Chief Economist (OCE)
World Agricultural Outlook Board (WAOB)

Soybean Areas in Drought

Reflects April 26, 2022
U.S. Drought Monitor data



Approximately 15% of soybean
production is within an area
experiencing drought.

Major and minor agricultural areas are
delineated using NASS 2017 Census of
Agriculture data. Drought areas are
identified using the U.S. Drought Monitor
product.

According to NOPA, Soy crushing in US is up by 10.1% to (181.75 Million Bushels) from feb'22 and 2.1% up from March'22.

According to CONAB, Brazil's 2021-22 soybean harvesting has reached to 80.4% as compared to 76.2% last year same period.

India's Balance Sheet

			Q3	Q4	Q1	Q2
Soybean (Fig in Mn T) MY-Oct.-Sep.	2020-21 F	2021-22 F	Oct-Dec'21 F	Jan-Mar'22 F	Apr-Jun'22 F	July-Sep 22 F
Carry In	0.55	0.52	0.52	9.97	7.84	4.82
Production	10.50	11.72	11.72	0	0	0
Imports	0.54	0.35	0.08	0.07	0.1	0.1
Total Availability	11.59	12.59	12.32	10.04	7.94	4.92
Processing/Crushing	9.74	9.00	2.10	1.95	2.47	2.48
Exports & Direct Consumption	0.03	0.50	0.25	0.25	0.00	0.00
Seeding/Retained for Sowing	1.30	1.30	0	0	0.65	0.65
Total Usage	11.07	10.80	2.35	2.20	3.12	3.13
Carry Out	0.52	1.79	9.97	7.84	4.82	1.79
Stock/Consumption Ratio	5%	17%				

As evident from the above balance sheet, overall supply looks comfortable amid higher production and lower usage, mainly lower crush. By the end of the season overall, the stock of use ration is likely to remain higher by 17% from last year's 5%. Despite a comfortable supply situation of soybean, supply tightness globally as well as substitution demand would keep price on stronger note.

Global Soybean Balance Sheet-

Qty in MMT	2019/2020	2020/2021	2021/2022	% Change Over Previous year
Beginning Stocks	115.24	96.84	103.11	6%
Production	339.97	367.76	350.72	-5%
Imports	165.12	165.38	152.92	-8%
Total Supply	620.33	629.97	606.74	-4%
Exports	165.17	164.48	155.29	-6%
Crush	312.31	315.00	312.91	-1%
Food Use Dom. Cons.	20.33	21.08	21.92	4%
Feed Waste Dom. Cons.	25.68	26.29	27.05	3%
Domestic Consumption	358.32	362.38	361.88	0%
Ending Stocks	96.84	103.11	89.58	-13%
Total Distribution	620.33	629.97	606.74	-4%

Source: USDA

As depicted in the above table, for 2021-22, global production and exports is down by 5% and 6% respectively on crop loss in Argentina and Brazil. Ending stock is tight at 89.5 MMT down by 13% which is reflecting in multi month high CBOT soybean prices.

Outlook: Soybean prices likely to trade range bound with weak bias tracking Soymeal import decision by the Government.

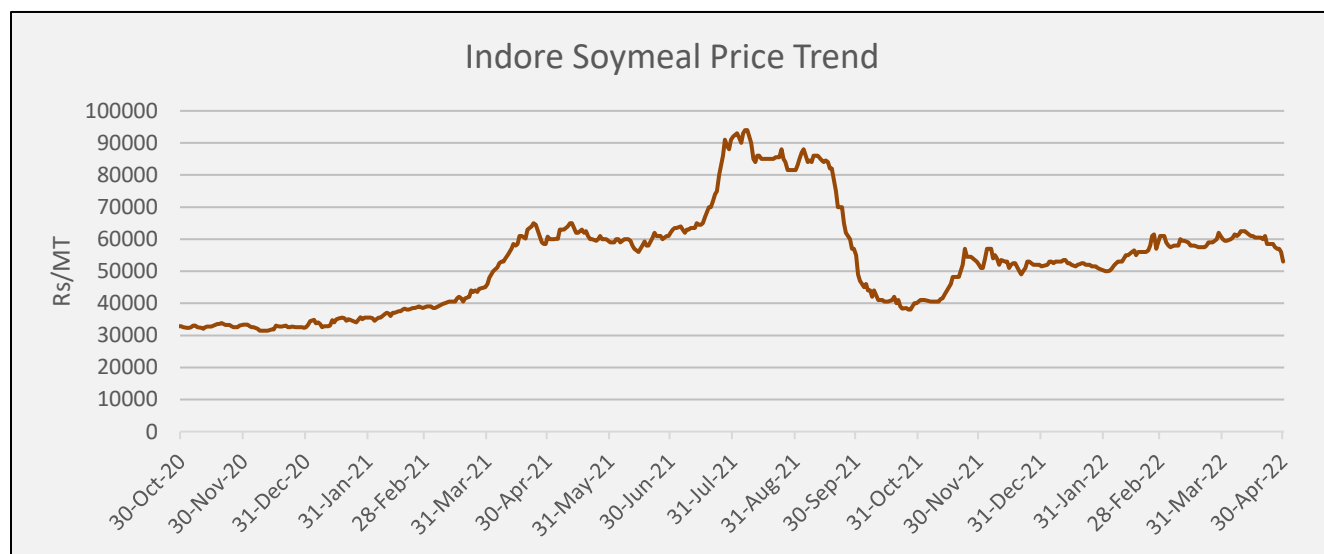
Price Outlook Rs./Qtl.

Indore Mandi, (CMP: Rs. 7,290/Qtl)

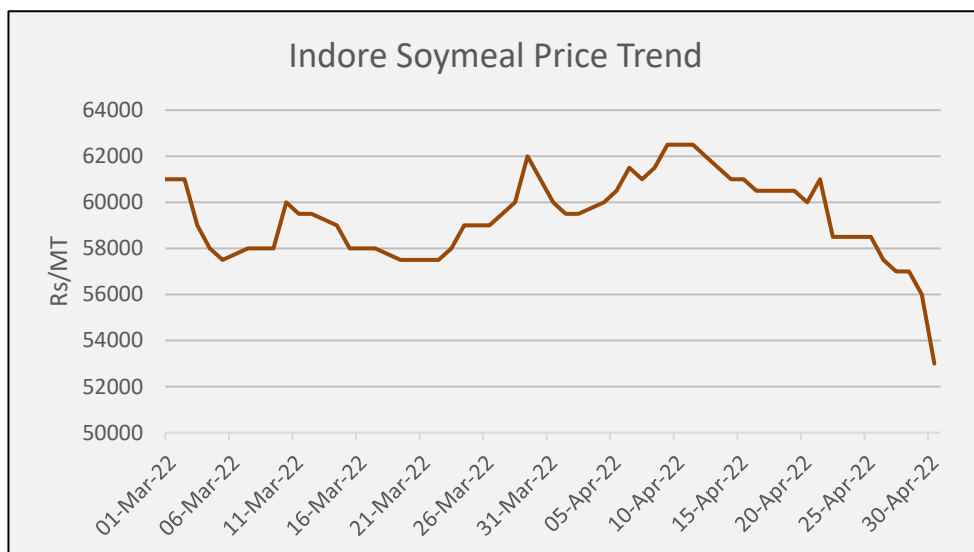
Price Projections	March'22	April'22	May'22
	7375-7775	7200-7700	6800-7400

Soymeal

During the month under review, Indore soymeal prices went down on Soymeal import decision by the government. The Ministry of Consumer, Food and Public Distribution, will allow import of GM soya mills for balance quantity of 5.50 lakh tonnes out of the estimates 12 lakh metric tonnes of August 2021 till 30 September 2022, reviewing the imported quantity and domestic prices at regular intervals. Necessary clearances etc. should be obtained by Animal Husbandry and Dairying Department and DGFT notification can take care of operational aspects, with the effect of this, soybean meal is likely to trade with weak bias.



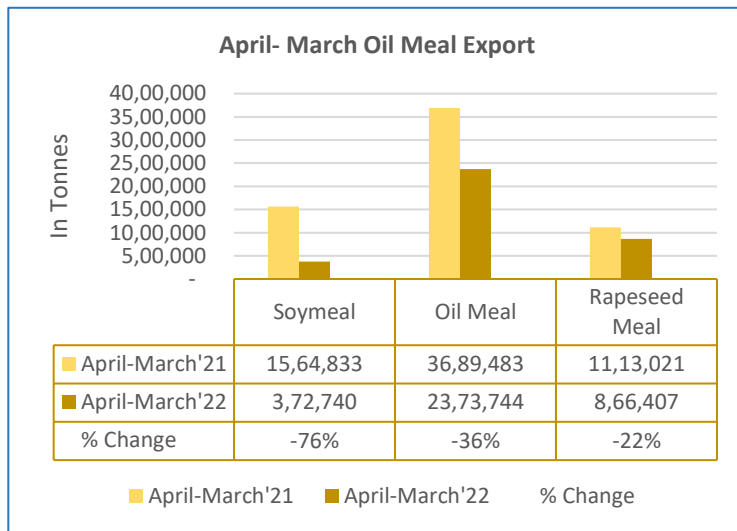
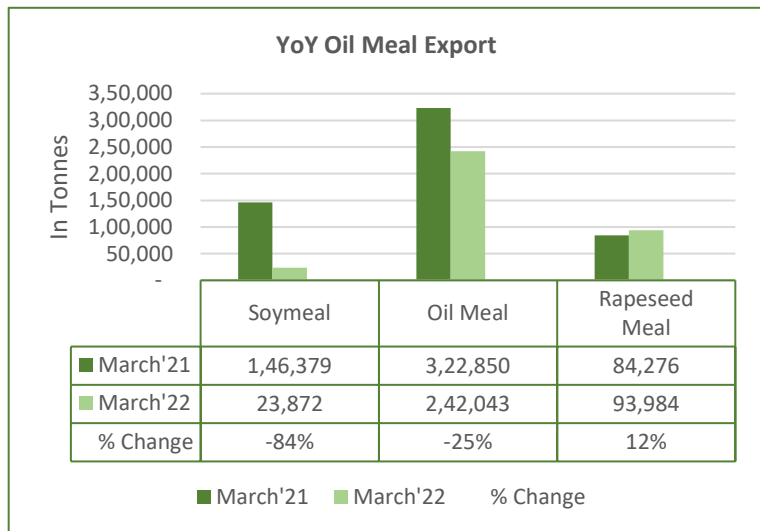
The average monthly price of soybean meal at Indore plant went up in April'22 and gained 1% to Rs. 59,712 a tonnes, compared to Rs. 58,880 /tonnes in March'22. The market made a low of 53,000 and high of 62,500 during the month. And as on 30th April'22, Indore monthly soymeal prices closed lower to Rs 53,000/MT



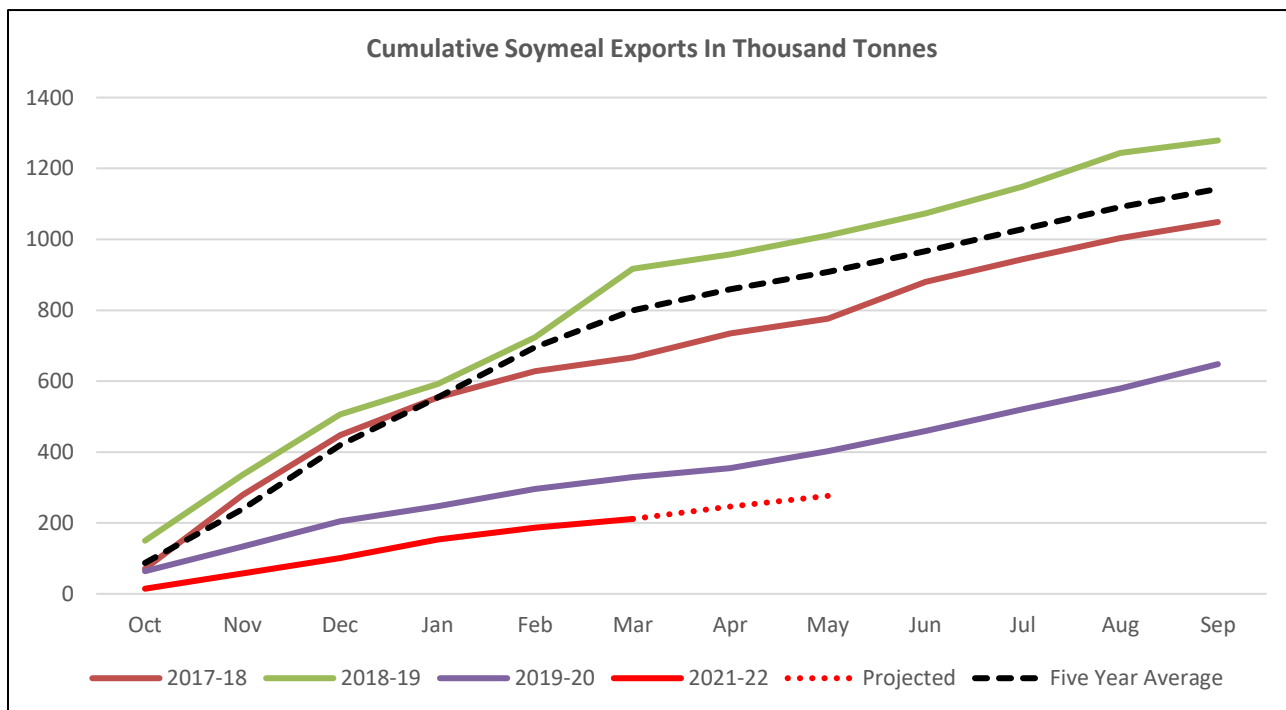
compared to the previous month closing at Rs 60,000/MT. Prices corrected during the end of the month on Soymeal import decision by the government.

India's Y-o-Y soy meal prices, Indore, are currently lower. Soy meal Indore was quoted lower by 11.8% at Rs 53,000/MT during the month compared to Rs 60,100/MT during the corresponding period last year.

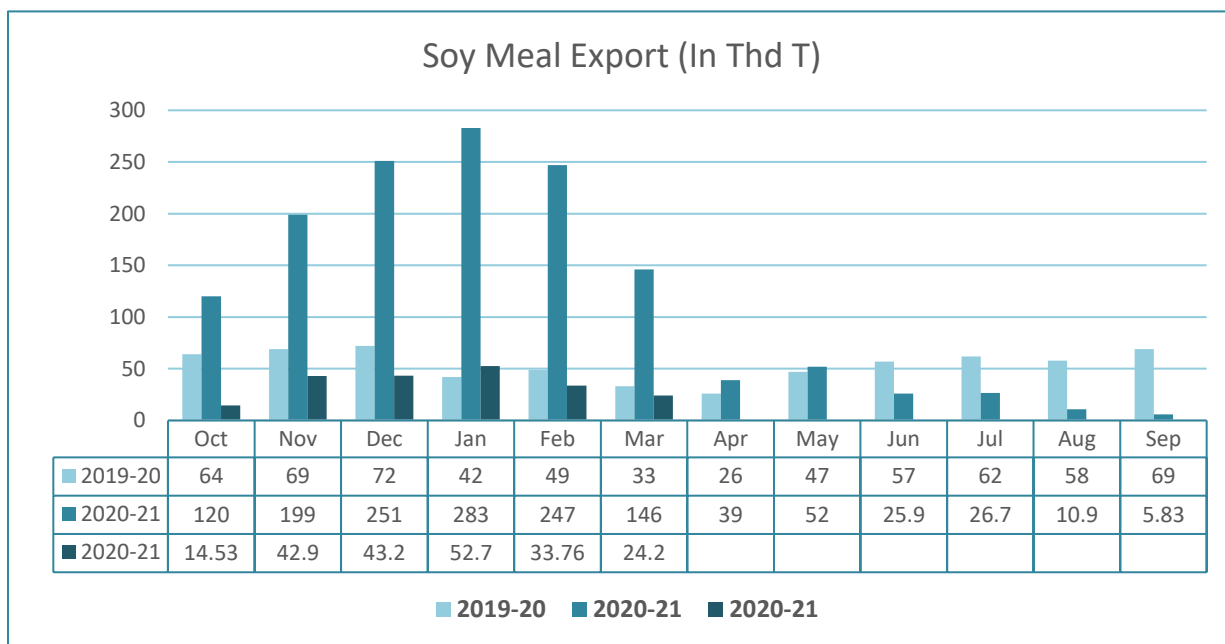
Soy Meal Export:



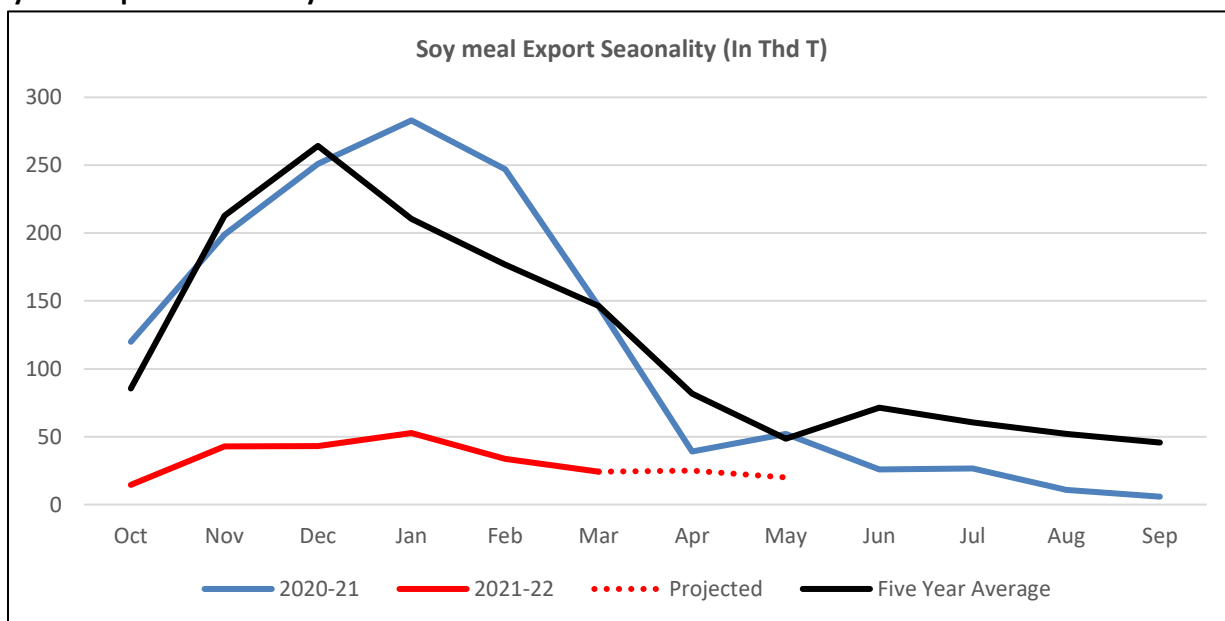
- According to Solvent Extractor Association of India, country's March'2022 soymeal exports declined by 25% to 2,42,043 metric tonnes compared to 3,22,850 metric tonnes in the same period last year.
- Further, the soymeal shipments too declined by 84% to 3,72,740 metric tonnes in aggregate, during the months of April-Mar of Financial Year 2021-22 compared to 15,64,833 metric tonnes during the corresponding period last year. Export remained lower because of soybean crush margins in India are currently squeezed by pressure on meal prices. Additionally, lower crushing of soybean also pushing higher import of crude soybean oil in India.



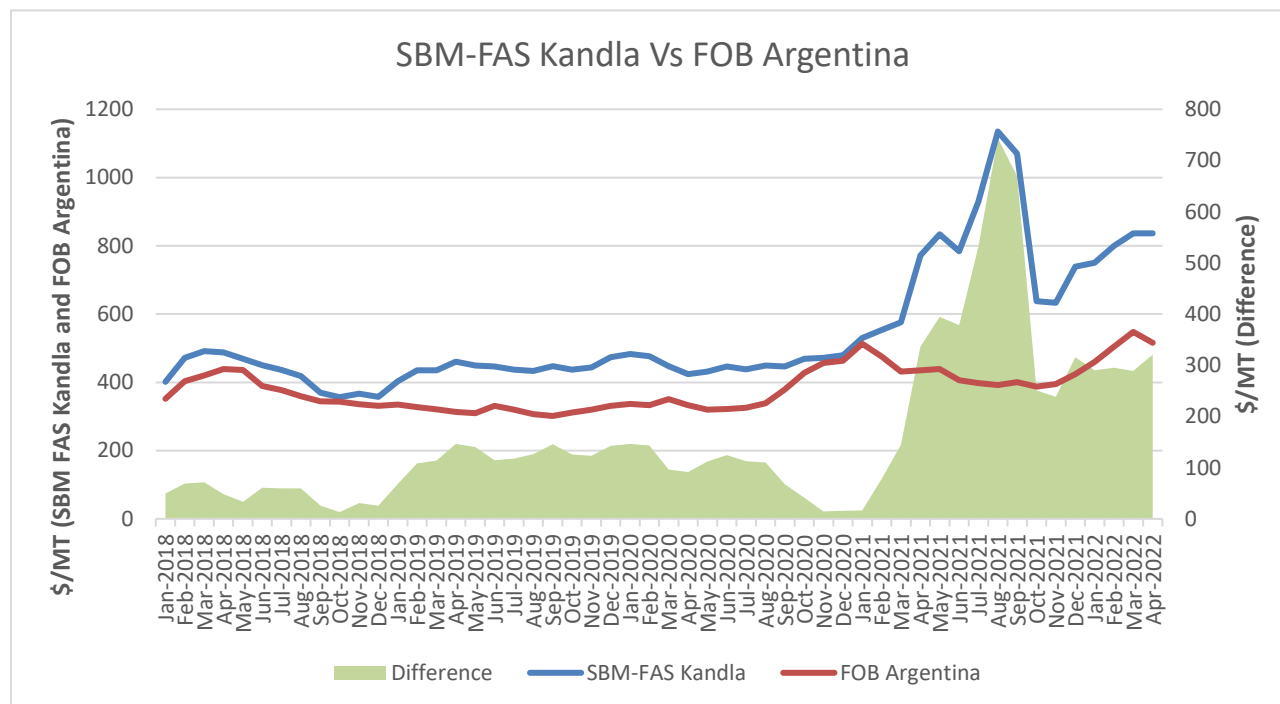
- Additionally, export of oil meals for the month of Mar'2022 provisionally reported at 2,42,043 tonnes compared to 3,22,850 tonne last year same period i.e., down by 25%. The overall export of oil meals during April – Mar'2022 is reported at 23,73,744 tonnes compared to 36,89,483 tonnes i.e., down by 36%.



Soymeal Export Seasonality:



SBM-FAS Kandla Vs FOB Argentina Parity



Month ended April'22, FOB Argentina monthly average prices remained at USD 516/ MT as compared to previous month at USD 548/MT. India's FAS Kandla soymeal price went up to USD 837 /MT as compared to USD 837/MT previous month. Soymeal FAS Kandla is still outpriced to FOB Argentina by USD 321/MT compared to previous month at USD 289/MT. Usually, FAS Kandla trades slightly higher than other GM soymeal but price difference between Indian soymeal and Argentina soymeal soared to \$743 in Aug'21 and USD 670 in Sept'21. India's Soymeal export is likely to remain weak for the next few months due to non-competitive prices in global markets. However spread between SBM FAS kandla and FOB SBM Argentina is expected to shrink on correction in Indian Soymeal prices.

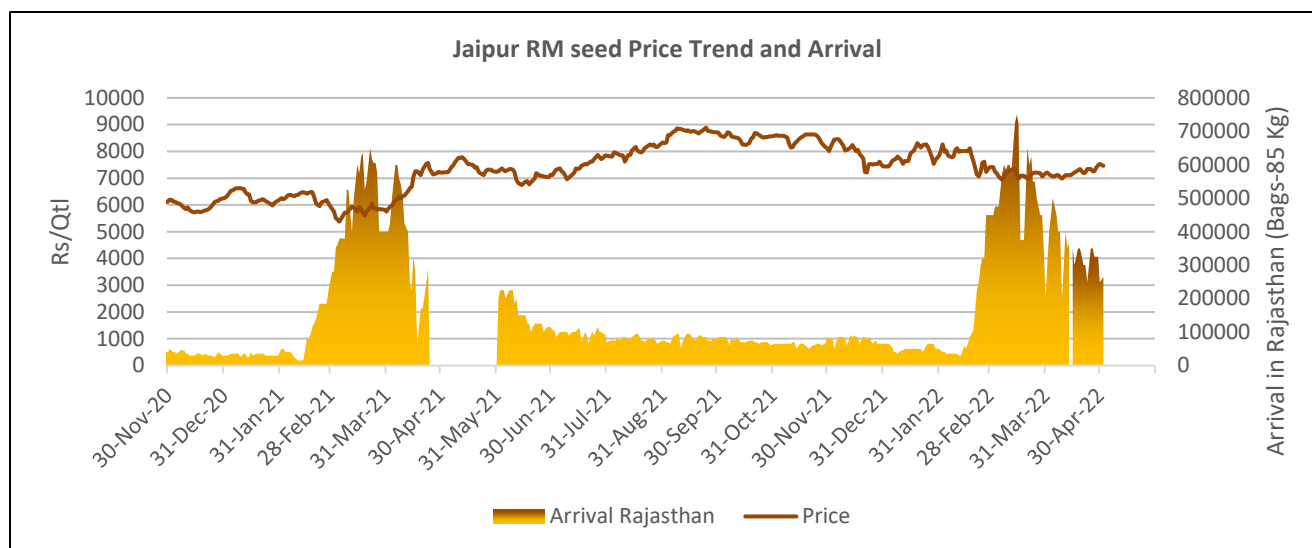
Outlook: We expect Indore Soybean meal to trade rangebound with weak bias on Soymeal import decision by the government, further correction is also expected in upcoming months.

Price Outlook Rs./Qtl

Indore Soymeal, (CMP: Rs. 53,000/MT)

Price Projections	March'22	April'22	May'22
	57,500-62,000	53,000-62,500	48,000-53,000

Rapeseed - Mustard Seed

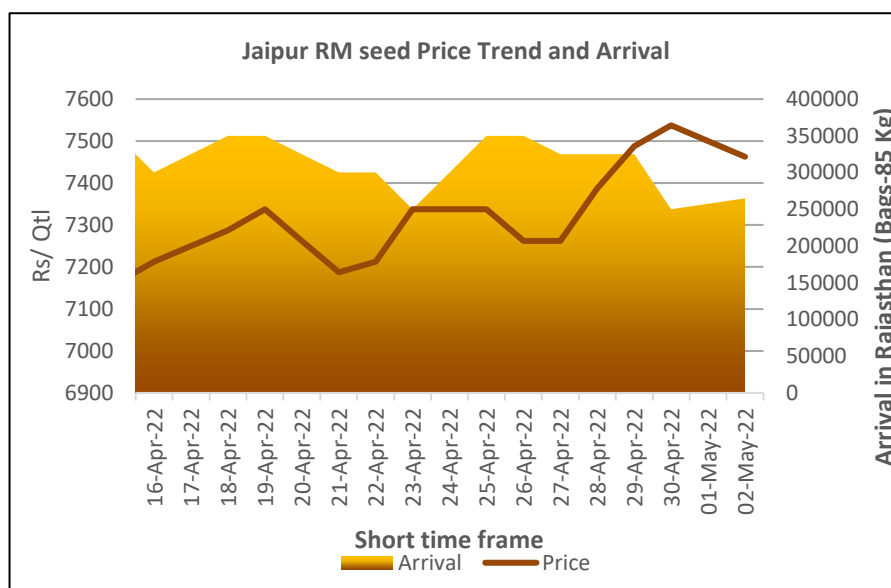


During the month under review, RM seed monthly average prices remained firm on Palm oil export ban by Indonesia coupled with shrinking arrivals.

The average monthly price of RM seed at Jaipur remained firm in April'22 and witnessed marginal gains of 0.8% to Rs. 7,209 a quintal, compared to Rs. 7,153/qlt in Mar'22. There is good demand from crushers and

As on 30th April'22 RM seed Jaipur prices closed at 7,538/qlt

compared to the previous month closing at 7,188/qlt. In April'22 All india arrivals recorded at 16.97 Million Bags as compared to 24.92 Million bags in March'22 and 12.53 Million bags in March'21.



Due to discounted mustard oil prices over other competing oils there is good RM seed demand from crushers. However, Mustard crushing units are facing challenges due to supply crunch as farmers are holding back their produce in anticipation of higher prices.

Currently, Mustard is trading at three months high, tracking Palm oil export ban by Indonesia coupled with shrinking arrivals. The premium of mustard oil over CPO has been reversed to discount due to low palm oil supply

side. Currently, CPO to Mustard spread has become positive at INR 70-100/ 10 Kg. This is likely to push the demand for Mustard oil, as it's been seen that palm oil demand at higher prices is usually substituted with comparatively discounted oils. It is inferred that discounted mustard oil price will boost crushing and so the RM seed demand which is likely to underpin RM seed prices.

Rapeseed Meal Export- According to Solvent Extractor Association of India, India's exports for rapeseed meal during April-March'2022 was down 22% at 8,66,407 metric tonnes compared to 11,13,021 metric tonnes during the same period previous year.

The export of rapeseed meal in March'22 is reportedly 12% up at 93,984 metric tonnes against 84,276 metric tonnes during the last year same period. Rapeseed meal export is picking up on new crop crushing and good export demand.

According to second advance estimates, Ministry of Agriculture has estimated Mustard seed production for the year 2021-22 at 114.59 lakh tonnes, this compares with the 102.10 lakh tonnes previous year.

As per Agri watch estimates, the production is expected to be 10.71 million MT, which is all time high production. It is estimated that 102.5 lakh tonnes will be crushed, which would translate into 43.05 lakh tonnes oil and 59.45 lakh tonnes RM seed DOC production.

USDA has estimated India's 2021-22 ending stock higher at 5.19 lakh tonnes against last year at 3.69 lakh tonnes.

Trade body Central Organization for Oil Industry and Trade (COOIT) has estimated mustard Rabi 2022 crop at 113 lakh tonnes marginally up from 110 lakh tonnes last month, total production includes taramira too. COOIT has estimated mustard crop production in Rajasthan at 51 lakh tonnes, 17 lakh tonnes in Uttar Pradesh, 12.5 lakh tonnes in Madhya Pradesh.

USDA, in its April'22 reports, kept India's 2021-22 production estimate at 108 lakh tonnes, crushing estimate at 96.50 lakh tonnes as compared to 75 lakh tonnes and ending stock at 5.19 Lakh tonnes as compared to 3.69 Lakh tonnes.

International

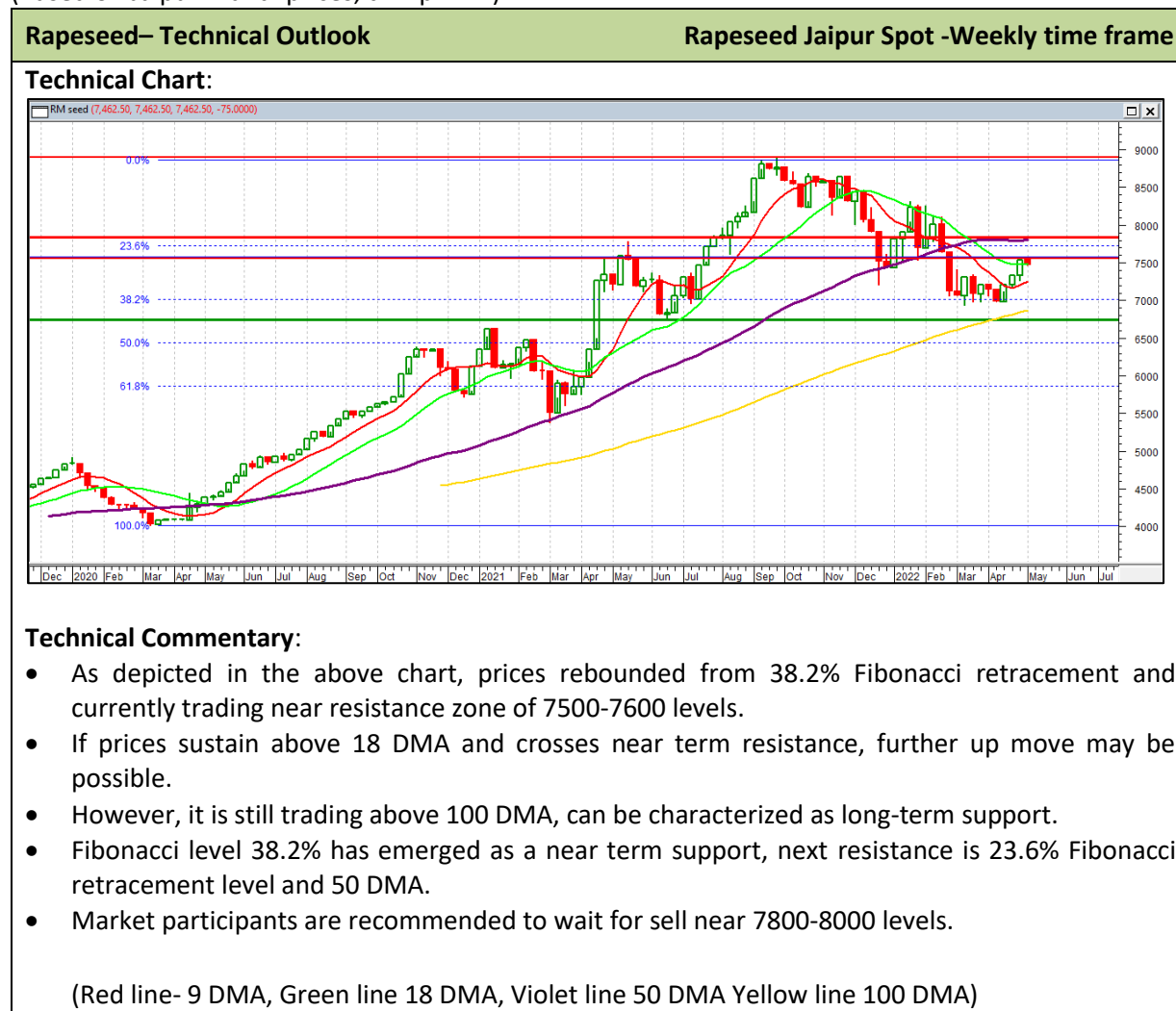
According to USDA recent report, Canada canola exports estimated down to 5.3 MMT Vs 10.51 MMT last year. Indonesia's flip-flops in export ban policy have sent global prices into turmoil. Indonesia is the world's biggest producer of palm oil-producing 59% of the global supply. Indonesia's Minister for Economic Affairs Airlangga Hartarto cleared in a media briefing on 27th April, that Indonesia has widened its export ban and has included Crude Palm Oil (CPO) and Refined Palm Oil (RPO) in addition to Refined Bleached Deodorized Palm Oil (RBDPO) in its new export policy. Upon palm oil export ban by Indonesia, oilseed complex likely to remain bullish.

Statistics Canada on Tuesday 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.

In Haryana, government agencies have not procured even a single quintal of mustard so far, as private players have offered rates much more than the MSP (Rs 5,050 /qtl).

Technical Analysis

(Based on Jaipur Mandi prices, till April'22)



Balance Sheet – Rapeseed-Mustard Seed, India
(Fig in MnT)
(Source: AgriWatch)

Rapeseed-Mustard (Fig in Mn T) MY-Feb.-Jan.	2021-22	2022-23	Feb-Apr	May-Jul	Aug-Oct	Nov-Jan
Carry In	0.14	0.3	0.32	5.85	3.03	1.60
Production	8.54	10.7	10.71	0	0	0
Imports	0.00	0.0	0	0	0	0
Total Availability	8.68	11.0	11.02	5.85	3.03	1.60
Processing/Crushing	8.06	10.25	5.13	2.77	1.33	1.03
Exports	0.00	0.0	0	0	0	0
Retained for Sowing	0.20	0.2	0	0	0.1	0.1
Consumer Consumption - Seed	0.10	0.1	0.05	0.05	0	0
Total Usage	8.36	10.55	5.18	2.82	1.43	1.13
Carry Out/Ending Stock	0.32	0.47	5.85	3.03	1.60	0.47
Stock/Consumption Ratio	3.78%	4.47%				

- Agriwatch has pegged India's 2022/23 Rapeseed-mustard at 10.7 million tonnes, higher by 25% compared to the 2021/21 production at 8.54 million tonnes.
- Despite higher production, ending stock is expected to be lower at 4.47%.
- India's production is above 5-year average of around 6.7 million tonnes.

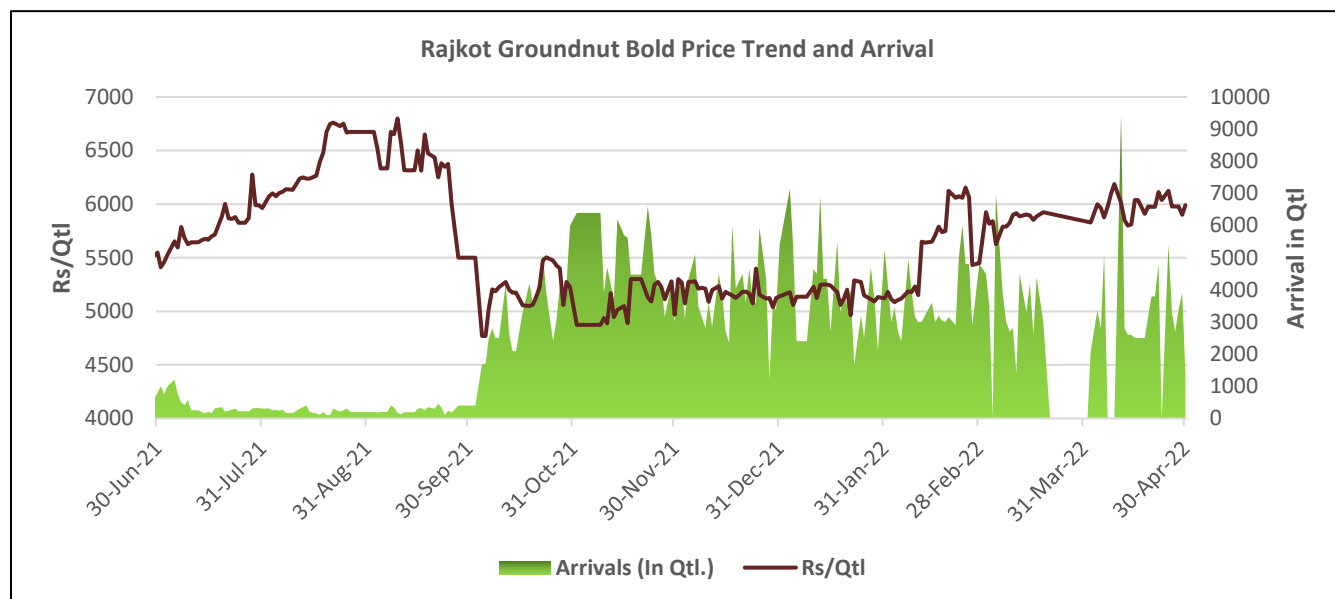
Outlook: Currently, Mustard is trading at three months high, tracking Palm oil export ban by Indonesia coupled with shrinking arrivals. Additionally, discounted mustard oil price will boost crushing and so the RM seed demand which is likely to underpin RM seed prices.

Price Outlook Rs./Qtl
Jaipur RM seed, (CMP: Rs.7,538/Qtl)

Price Projections	March'22	April'22	May'22
	6,938-7,413	6,988-7,538	7,400-7,800

Groundnut

During the month under review, Groundnut Rajkot bold monthly average prices remained firm amid edible oil supply crunch in the country coupled with good crush demand.

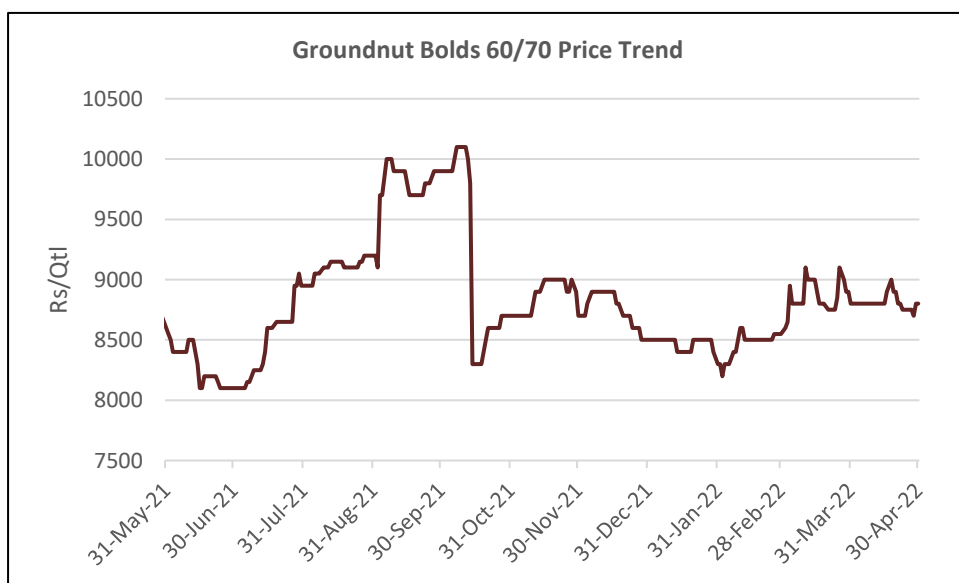


This month, the average monthly price of Groundnut bold at Rajkot went up by 2.1% to Rs. 5,976 a quintal, compared to Rs.5,852/qtl previous month. The market made a low of 5,800 and high of 6,187 during the month.

This month, the average monthly price of Groundnut bold 60/70 remained sideways and went marginally up by 0.5% at Rs.8,807/qtl as compared to 8,854 previous month. During the month, market made a low of Rs. 8,700/qtl and a high of Rs. 9,000/Qtl.

As on 30th April'22, Groundnut bold 60/70 prices remained stable at Rs. 8,800/qtl as compared to previous month closing at Rs.8,800/qtl.

Overall, strength in oilseed complex has kept prices elevated.



Agriwatch estimated India's MY 2021-22 groundnut seed production at 76.4 lakh tonnes. Of this, 68 lakh tonnes are the production estimate of kharif season and 8.4 lakh tonnes is estimated for rabi season.

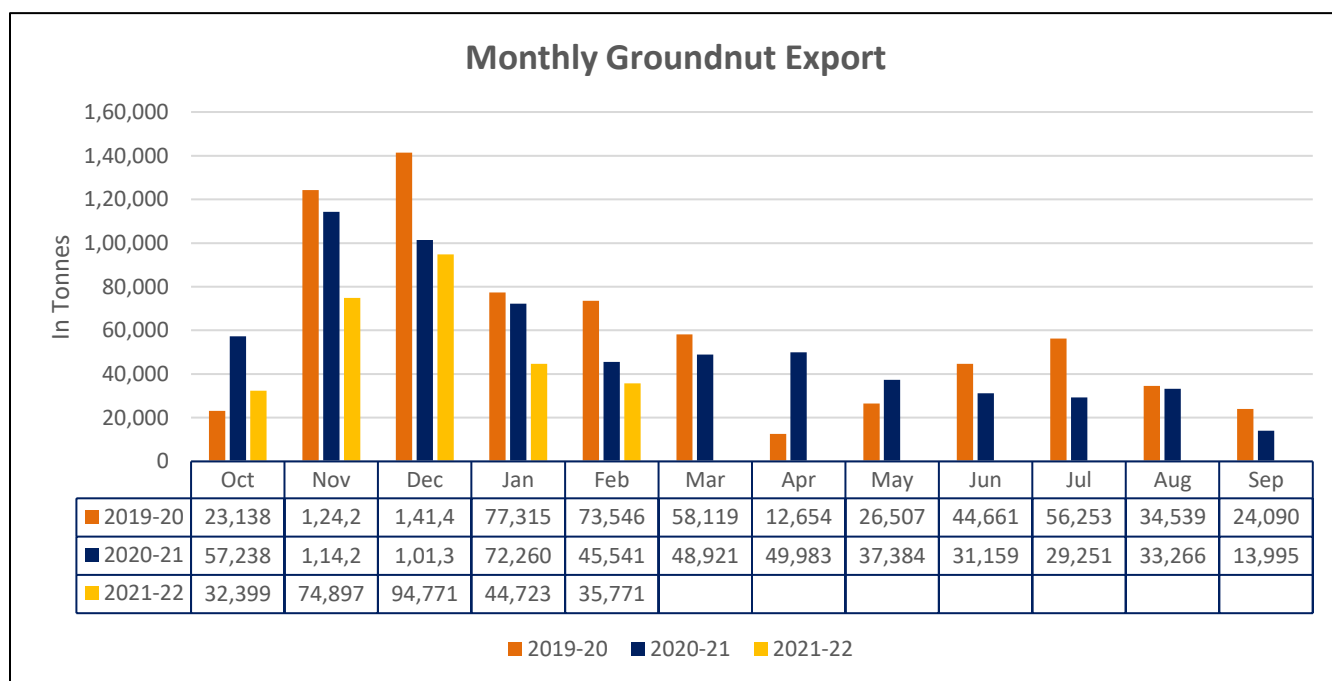
As per IOPEPC's estimates released last month, all India coverage of Kharif-2021 Groundnut stood at 49,14,300 ha. The production is estimated to be 82,03,490 tonnes with an average yield of 1669 kg/ha. The highest groundnut producing state, Gujarat's groundnut production is estimated at 39.55 lakh tonnes with an average yield of 2071 kg/ha. IOPEPC's groundnut Kharif-2021 crop estimates are in close conformity with the government's First Advance estimate of 82.54 lakh tonnes.

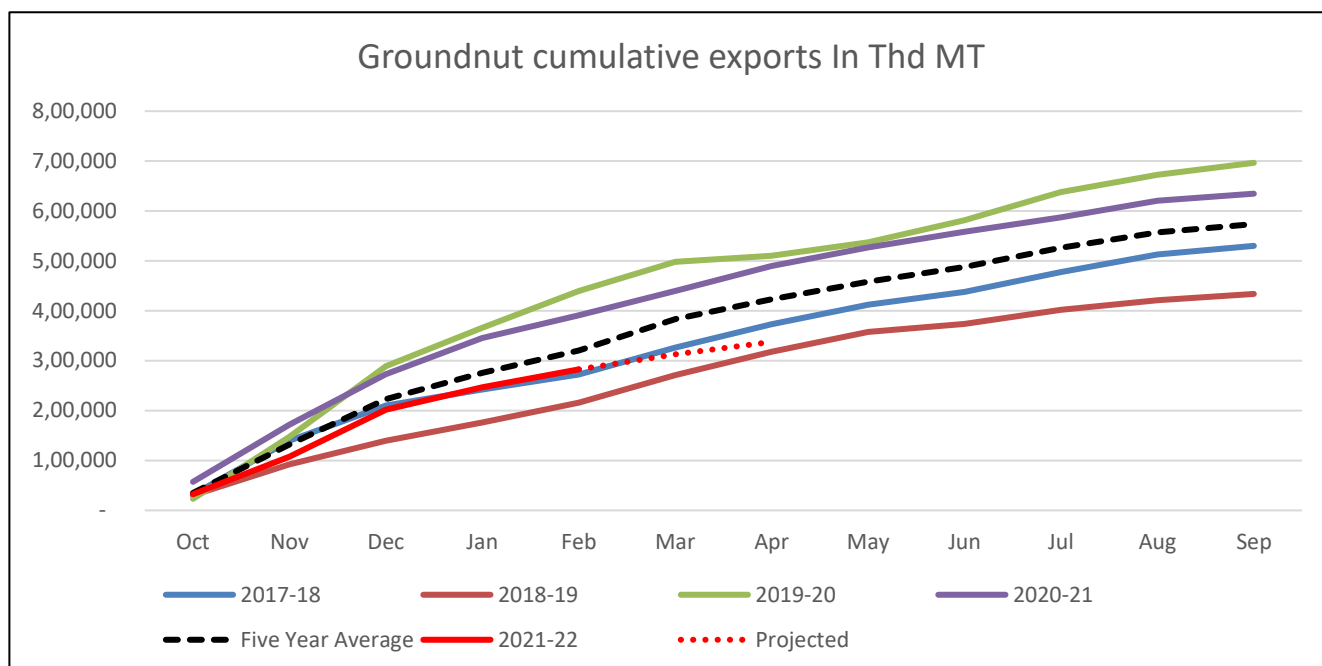
As per 1st Advance Estimates, released by the Department of Agriculture and Farmers Welfare, the estimated production of kharif groundnut during 2021-22 is 82.54 lakh tons vs 85.56 lakh tons last year.

Solvent Extractor Association of India (SEA) has estimated Gujarat's Kharif Groundnut crop production up by 8.74% at 38.55 lakh tons from an acreage of 19.10 lakh ha as compared to 35.45 lakh tonnes previous year. Gujarat's present year's average yield for groundnut stands at 2020 kg/ha against the average yield of 1715 kg/ha last year, which is nearly up by 18% compared to last year.

According to Saurashtra Oil Mills Association (SOMA) estimate, groundnut production in Gujarat is pegged at 34.4 lakh tonnes during the current kharif season.

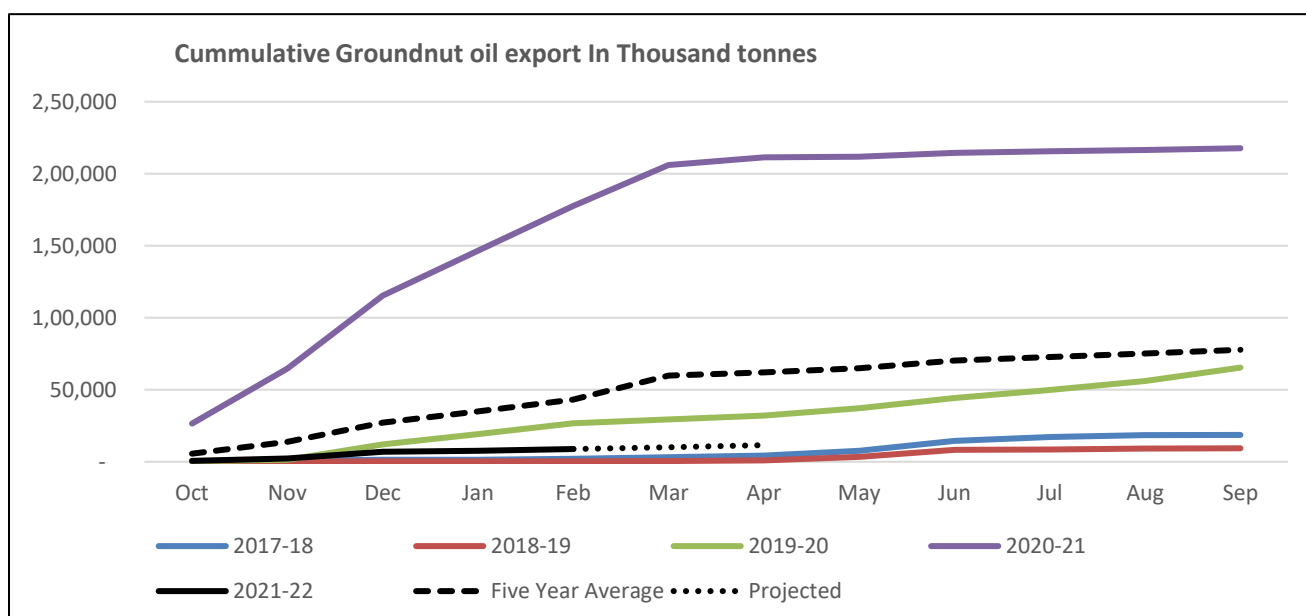
NAFED had procured 2.86 lakh metric tons groundnut pod in MY 2020-21 as compared to the previous year's 7.21 lakh metric tons. The MSP for groundnut seed has been raised to Rs 5,550 per quintal for 2021-22, up from Rs 5,275 per quintal in 2020-21.

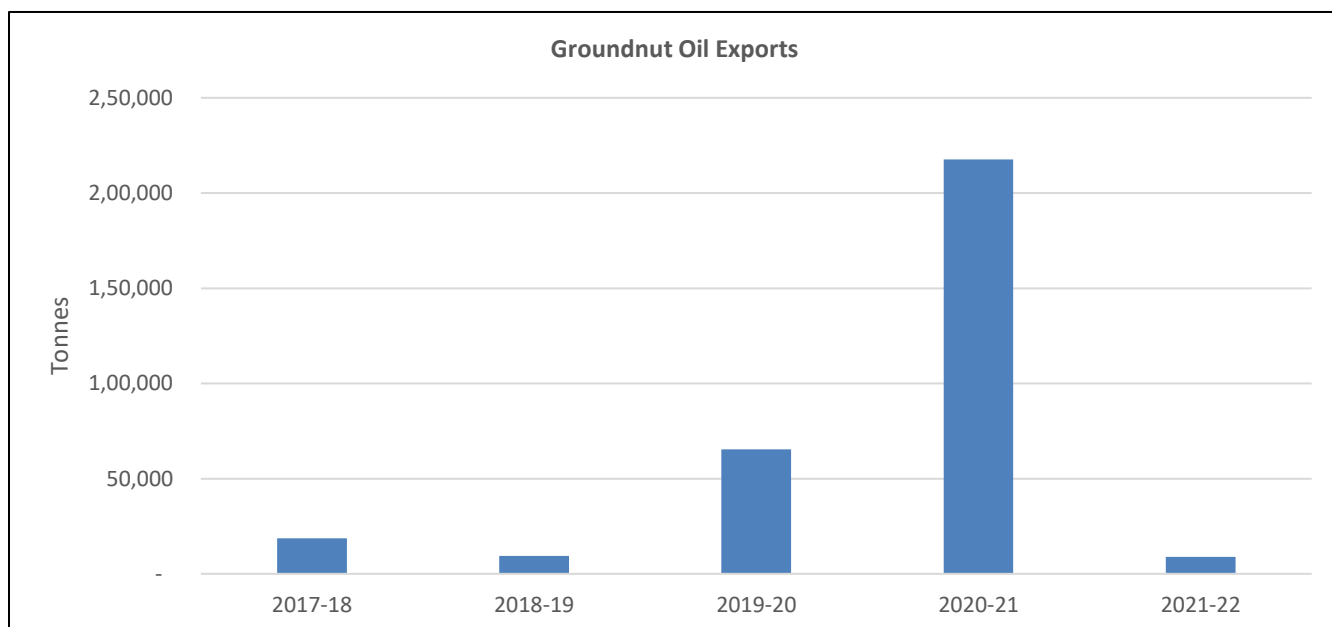
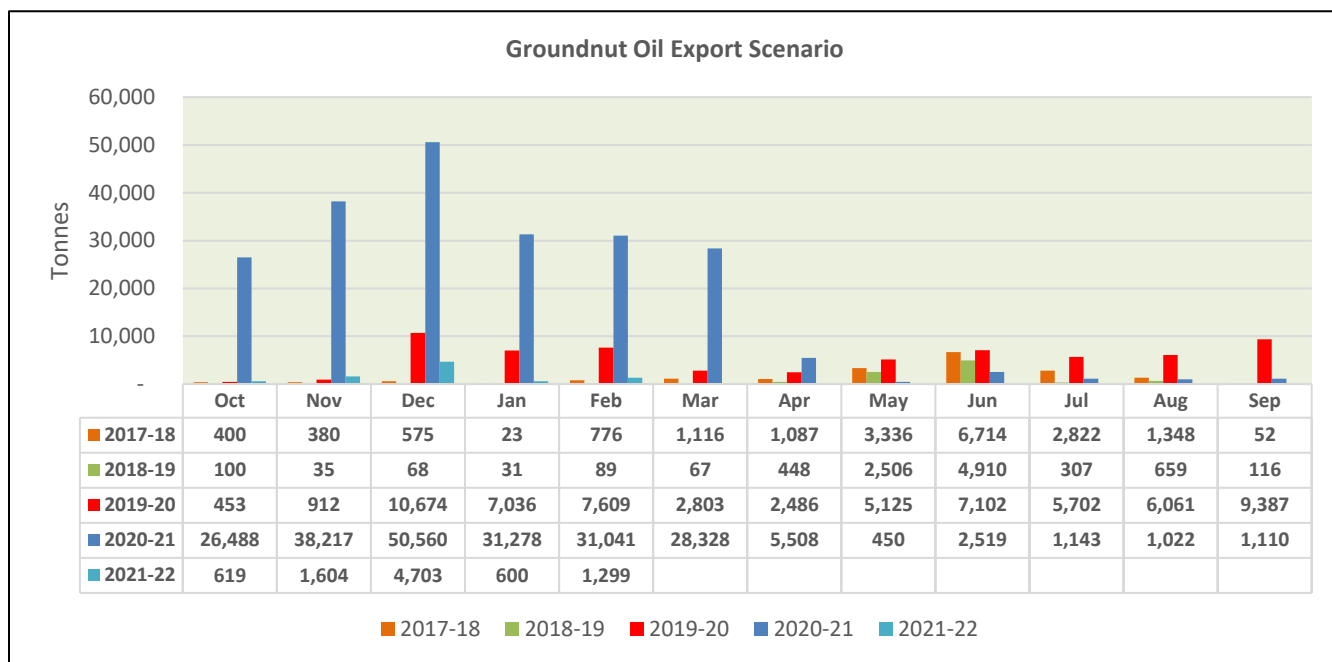




In Oct'21-Feb'22, India's Groundnut export went down by 28% to 2.82 Lakh tonnes as compared to 3.90 Lakh tonnes same period last year. Low demand from China attributed to the lower exports, while there is good demand from South East Asian countries like Indonesia, Malaysia and Philippines. In Oct'21-April'22 we expect India's groundnut export at 3-3.5 Lakh bags.

Groundnut Oil Export scenario-





In Oct-Feb'22, India's Groundnut oil export went down by 95% to 8,825 tonnes as compared to 1.77 Lakh tonnes previous year same period. In Groundnut oil too, the lower exports can be attributed to low demand from China. Last year China imported groundnut oil heavily from India on account of local crop damage. In Oct-May'22 we expect India's Groundnut oil export at 12000-15000 tonnes.

Despite low export demand prices remained firm on the back of bullish oilseed complex due to tight edible oil supply in the country and firm domestic demand from crushers.

Outlook: Upon bullish oilseed complex on supply concern and good demand from crushers, groundnut is likely to trade with firm sentiments.

Price Outlook Rs./Qtl

Rajkot Groundnut bold, (CMP: Rs.5,990/Qtl)

Price Projections	March'22	April'22	May'22
	5,625-5,925	5,800-6,100	5,800-6,250

Annexure

Commodity / Centre	% Change over previous week	Today	Month Ago	Year Ago
Soybean		30-Apr-22	31-Mar-22	30-Apr-21
Indore –Plant	-3%	7580	7850	-
Indore–Mandi	-2%	7480	7650	-
Nagpur-Plant	-10%	7100	7900	6800
Nagpur – Mandi	-7%	6900	7400	6500
Latur – Mandi	-	Closed	7440	7195
Akola – Mandi	2%	7350	7190	7000
Kota-Plant	-4%	7500	7800	7100
Kota – Mandi	-4%	7400	7700	7000
Bundi-Plant	-2%	7550	7700	-
Bundi-Mandi	-5%	7250	7600	-
Baran-Plant	-3%	7620	7870	-
Baran-Mandi	-5%	7420	7770	-
Bhawani Mandi Jhalawar–Plant	-4%	7600	7900	-
Jhalwar-Mandi	-	Closed	7750	-
Rapeseed/Mustard				
Jaipur-(Condition)	5%	7550	7200	7225
Alwar-(Condition)	4%	7050	6785	-
Sri Ganganagar-(Non-Condition)	10%	7150	6525	-
New Delhi–(Condition)	2%	7250	7100	-
Kota-(Condition)	11%	7300	6600	-
Agra-(Condition)	7%	7810	7286	7143
Neewai-(Condition)	4%	7150	6850	-
Hapur (UP)-(Condition)	8%	7400	6850	6800
Groundnut Seed				
Rajkot	-	1051	-	-
Sunflower Seed				
Gulbarga	-	Closed	6850	-
Latur	-	Closed	7700	7350
Sholapur	-	Closed	7700	7350

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.

	% Change over previous week	Today	Month Ago	Year Ago	
Soy DOC Rates at Different Centers		30-Apr-22	30-Mar-22	30-Apr-21	
Centres		Ex-factory rates (Rs/ton)			parity To
Indore - 45%, Jute Bag	-13%	53000	61000	60800	Gujarat, MP
Kota - 45%, PP Bag	-13%	56700	65200	62000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	-7%	58000	62500	64000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	-11%	55000	61500	63500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	-5%	60000	63000	62500	Andhra, AP, Kar, TN
Latur	-15%	53000	62500	62000	-
Sangli	-8%	54500	59000	64000	Local and South
Solapur	-9%	53500	58500	61000	Local and South
Akola – 45%, PP Bag	-5%	58000	61000	60000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	-6%	59000	63000	60000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	-13%	56500	65000	61800	-
Soy DOC at Ports					
Centers		Port Price			
		30-Apr-22	30-Mar-22	30-Apr-21	
Kandla (FOR) (INR/MT)	-	NA	63000	-	
Kandla (FAS) (USD/MT)	-	-	840	-	
CNF Indonesia – Yellow SBM (USD/MT)	-	-	-	-	
Rapeseed Meal		30-Apr-22	30-Mar-22	30-Apr-21	
FAS Kandla (USD/MT)	-	-	-	-	
FOR Kandla (Rs/MT)	-	-	-	-	

FOR Mundra (Rs/MT)	-	-	-	-	
CNF Indonesia (USD/MT)	-	-	-	-	
International Soy DOC					
Argentina FOB USD/MT		30-Apr-22	30-Mar-22	30-Apr-21	
Soybean Pellets	-	-	475	-	
Soybean Cake Flour	-	-	475	-	
Soya Meal	-	-	NR	-	
Soy Expellers	-	-	NR	-	
Sunflower (DOC) Rates		Ex-factory rates (Rs/ton)			
Centers		30-Apr-22	30-Mar-22	30-Apr-21	
Adoni	-10%	36000	40000	35000	
Khamgaon	-	-	-	-	
Parli	-	-	-	-	
Latur	-10%	35000	39000	34500	
Groundnut Meal (Rs/MT)		30-Apr-22	30-Mar-22	30-Apr-21	
Basis 45%, Saurashtra	-10%	36000	40000	Closed	
Basis 40%, Saurashtra	-11%	32000	36000	Closed	
GN Cake, Gondal	-10%	37000	41000	Closed	
Mustard DOC		30-Apr-22	30-Mar-22	30-Apr-21	
Jaipur (Plant delivery)	-4%	22000	23000	22800	
Kandla (FOR Rs/MT)	-1%	23400	23600	23200	
Mumbai Oil Meal Quotes:					
Rs/M.T.		30-Apr-22	30-Mar-22	30-Apr-21	
G.N. Extr (45%)	-10%	37000	41000	44000	
Kardi Extr	-	-	-	-	
Undec Cottonseed Exp	-3%	36500	37500	32000	
Rice Bran Extr.	-	-	-	-	
Sunflower Extr.	-12%	25500	29000	32000	

Rapeseed Extr.	-	-	-	-	
Soymeal 48%	-12%	56348	64174	62609	
Castor Extr.	-20%	9000	11250	4900	

MSP of Rabi Oilseeds for Marketing Season 2022-23- GOI

Sl. No	Crops	MSP for Rabi 2022-23	MSP for Rabi 2021-22	Increase in MSP (Absolute)
1	Rapeseed-mustard	5050	4,650	400
2	Safflower	5441	5,327	114

The Cabinet Committee on Economic Affairs (CCEA) chaired by the Hon'ble Prime Minister Shri Narendra Modi has approved the increase in the Minimum Support Prices (MSPs) for all mandated Rabi crops for marketing season 2022-23.

Government has increased the MSP of Rabi crops for marketing season 2022-23, to ensure remunerative prices to the growers for their produce. This increase in MSP is in line with the recommendations of Swaminathan Commission.

Among the Rabi oilseeds the MSP for rapeseed-mustard has been increased to Rs. 5,050 per quintal for marketing season 2022-23 from Rs. 4,650 per quintal in 2021-22 an increase of Rs. 400 a quintal.

The MSP of safflower to Rs. 5,441 a quintal from earlier Rs. 5,321 per quintal an increase of Rs 114 per quintal.

MSP of Kharif Oilseeds for Marketing Season 2021-22 - GOI

Sl. No	Crops	MSP for Kharif 2021-22	MSP for Kharif 2020-21	Increase in MSP (Absolute)
1	Groundnut	5550	5275	275
2	Sunflower seed	6015	5885	130
3	Soybean (yellow)	3950	3880	70
4	Sesamum	7307	6855	452
5	Nigerseed	6930	6695	235

The Cabinet Committee on Economic Affairs (CCEA) chaired by the Hon'ble Prime Minister Shri Narendra Modi has approved the increase in the Minimum Support Prices (MSPs) for all mandated Kharif crops for marketing season 2021-22.

Government has increased the MSP of Kharif crops for marketing season 2020-21, to ensure remunerative prices to the growers for their produce.

Among the Kharif oilseeds the MSP for groundnut has been increased to Rs. 5500 per quintal for marketing season 2020-21 from Rs.5275 per quintal in 2019-20 an increase of Rs.275 a quintal.

The MSP of sunflower to Rs. 6015 a quintal from earlier Rs. 5885 per quintal an increase of Rs 130 per quintal, Soybean-yellow to Rs. 3950 a quintal to Rs. 3880 per quintal last season, an increase of Rs. 70 a quintal, Sesamum to Rs. 7307 a quintal from 6855 earlier, an increase of Rs. 452 a quintal and the MSP of Nigerseed have been increased to Rs. 6930 a quintal from Rs. 6695 a quintal earlier, increase of Rs 235 per quintal.

Among all the Kharif crops, the highest increase in MSP is proposed for sesamum (Rs 452 per quintal) followed by Tur (Rs 300 per quintal) and Urad (Rs 300 per quintal). The differential remuneration is aimed at encouraging crop diversification.

India's soybean and Groundnut production seen higher in 1st Adv Est. for 2021-22-

The 1st Advance Estimates of production of soybean and groundnut for 2021-22 have been released by the Department of Agriculture, Cooperation and Farmers Welfare on 21st September, 2021. The assessment of production of different crops is based on the feedback received from States and validated with information available from other sources.

- Soyabean – 12.72 million tonness vs 11.2 million tons last year.
- Groundnut – 8.25 million tonness vs 8.55 million tons last year.

Total kharif oilseeds production in the country during 2021-22 is estimated at 23.39 million tonness which is higher by 2.96 million tonness than the average oilseeds production of 20.42 million tonness.

India's Oilseeds Production Seen at 361.0 Lakh Tonness vs 365.7 Lakh Tonness in 4th Adv Est. for 2020-21- GOI

The 4th Advance Estimates of production of oilseeds for 2020-21 have been released by the Department of Agriculture, Cooperation and Farmers Welfare on 11th Aug, 2021. The assessment of production of different crops is based on the feedback received from States and validated with information available from other sources.

The revised estimated production of major Oilseeds during 2020-21 is as under:

Total Oilseeds production in the country during 2020-21 is estimated at record 36.10 million tonness which is higher by 2.88 million tonness than the production during 2019-20. Further, the production of oilseeds during 2020-21 is higher by 5.56 million tonness than the average oilseeds production of 30.55 million tonness.

- Groundnut – 102.1 lakh tonness vs 99.52 lakh tonness in 2019-20.
- Castorseed – 17.76 lakh tonness vs 18.42 lakh tonness
- Sesamum – 8.12 lakh tonness vs 6.58 lakh tonness
- Nigerseed – 0.41 lakh tonness vs 0.41 lakh tonness (No difference)
- Soybean – 129 lakh tonness vs 112.26 lakh tonness
- Sunflower – 2.24 lakh tonness vs 2.13 lakh tonness
- Rapeseed-mustard – 10.11 lakh tonness vs 91.24 lakh tonness
- Linseed – 1.40 lakh tonness vs 1.21 lakh tonness
- Safflower – 0.34 lakh tonness vs 0.44 lakh tonness.

Sown Area – Kharif Oilseeds, India 2021-22

In the latest official Kharif oilseeds planting report by the Ministry of Agriculture, the total coverage area under Kharif oilseeds is reported at 193.95 lakh hectares, an decrease by 1.27% from 196.45 lakh ha in the corresponding period of last year. Of the major oilseeds, soybean sowing is reported up by 0.47% at 121.77 lha compared to 121.20 lha during the corresponding period of last year, groundnut at 49.14 lha vs 50.98 lha, sesamum 13.31 lha vs 13.99 lha, castor seed at 6.96 lha vs 7.34 lha and niger at 1.13 lha vs 1.57 lha, during the same period last year. We feel country's final area under oilseeds to be above normal by 5-7% this season

As on 17th September'21

Area in Lakh Hectares

Source- GOI

	Normal Area	2019-20	2020-21	% Change
Groundnut	41.7	50.98	49.14	-3.60%
Soybean	112.88	121.2	121.77	0.47%
Sunflower	1.42	1.23	1.51	23.20%
Sesamum	13.13	13.99	13.31	-4.91%
Niger	1.95	1.57	1.13	-28.06%
Castor	8.95	7.34	6.96	-5.13%
Total Oilseeds	180.03	196.45	193.95	-1.27%

Sown Area – Rabi Oilseeds, India 2021-22

In the latest official rabi oilseeds planting report, by the Ministry of Agriculture, the total coverage area under rabi oilseeds is reported at 102.79 lakh hectares, up 23% from 83.69 lakh ha in the corresponding period of last year. Of the major oilseeds, rapeseed-mustard sowing is reported up by 25% at 91.63 lha compared to 73.12lha during the corresponding period of last year. Groundnut at 5.27 lha vs 5.18 lha, safflower at 0.76 lha vs 0.58 lha, sunflower at 1.19 lha vs 1.09 lha, linseed at 2.95 lha vs 2.80 lha.

Area in Lakh Hectares

<i>Crop</i>	<i>Normal Area (5 Year Avg.)</i>	<i>As on 04th Feb 2022</i>	<i>As on 04th Feb 2021</i>	<i>% Change</i>
Rapeseed/Mustard	61.55	91.63	73.12	25%
Groundnut	7.05	5.27	5.18	2%
Safflower	0.9	0.76	0.58	30%
Sunflower	1.86	1.19	1.09	10%
Linseed	2.53	2.95	2.80	6%
Others	0.04	0.10	0.09	11%
Total Oilseeds	73.9	102.79	83.69	23%

Source: MoA, GOI

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