

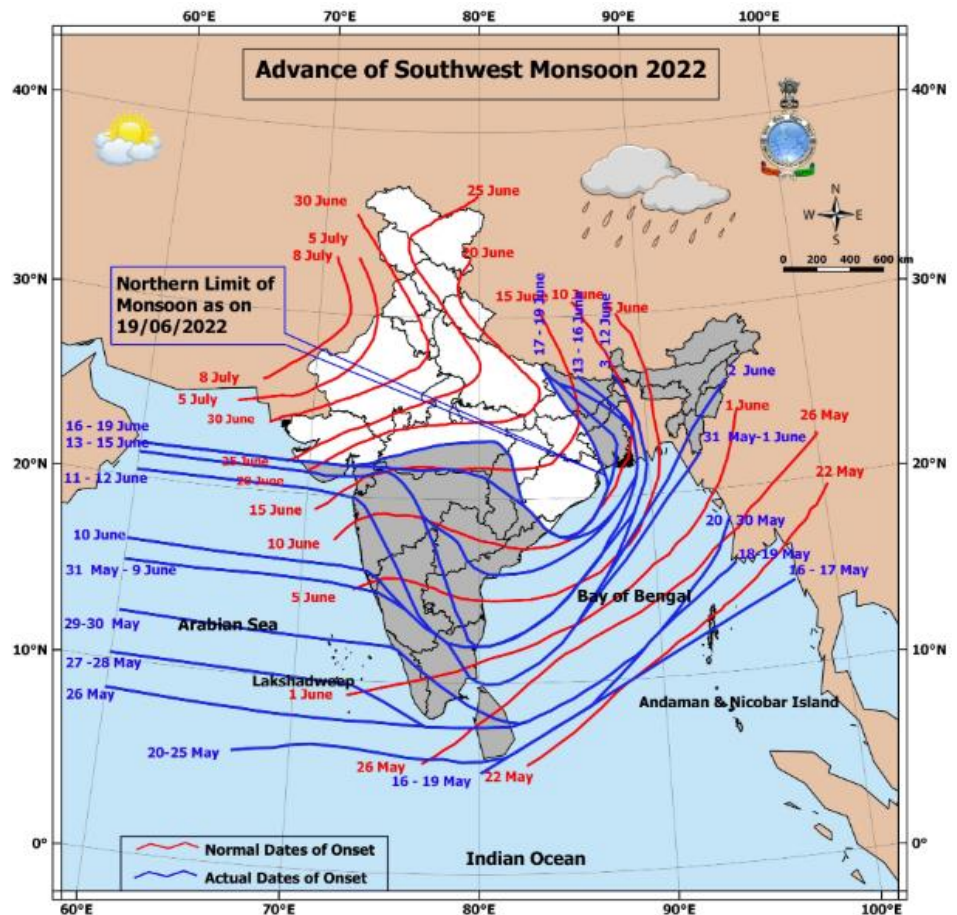
### Oilseeds Domestic Fundamentals:

#### Today's Update-

Today in Indore, soybean plant prices down by 1.11% to Rs. 6,700 /qtl. However, in other cash markets, soybean traded with weak sentiments tracking weakness in global markets. Soybean (plant delivery, Indore) prices are expected to trade with weak bias in the range of 6600-7000/qtl levels in the near-term tracking soy meal import.

#### Weather Updates

North India is receiving Pre-Monsoon showers for the last 3 days. More such showers are expected over the next 3 more days. Continuing with the wet spell, most parts of Punjab, Haryana, Rajasthan and Delhi will witness moderate rain and thundershowers on 19th, 20th and 21st June. Isolated stations may receive heavy thunderstorms with gusty winds and lightning strikes.



#### Previous Update:

Government has tightened the norms for importing crude soy and Sunflower oils at nil import duty. On May 24, the government had allowed annual import of 2 million tonnes of two edible oils for the next two year at nil duty. These imports are allowed only for oil processors based on their refining capacity. The government has now asked importers to supporters to submit details of turnover for processing of crude edible oils in the last three years. They will also have to submit GST returns, earlier only processing capacity was sought.

Oct-May'22 crushing remained low by 29% to 53 Lakh tonnes as compared to 75 Lakh tonnes previous year, weak soymeal export demand attributed to low crushing this season till May'22. And arrivals went down by 12% to 70 Lakh tonnes as compared to 79.75 Lakh tonnes previous same period.

### **International:**

China plans to sell 500,000 tonnes of imported soybeans from its state reserves on June 10. Argentina's soybean harvest is now seen at 43.3 million tonnes, up from 42 million previous due to better-than-expected yields, according to the Buenos Aires Grain Exchange. According to USDA latest report, US Soybean planting progress reached at 78% vs 66% a week ago, 89% a year ago and 79% five-year average.

According to General Administration of Customs, China's soybean imports from Brazil in April surged from the previous month with the arrival of delayed cargoes. China, the world's top importer of soybeans, received 6.3 million tonnes of the oilseed from Brazil in April, up 120% from 2.87 million tonnes in March.

### **RM seed**

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

Today Jaipur RM seed prices went down by 1% to Rs. 7,075/qtl. However, In other cash markets, traded with weak sentiments tracking weakness in global markets. In Rajasthan arrivals recorded at 1.35 Lakh bags vs 1.40 lakh bags previous day. Oil millers are currently doing need-based buying whereas, farmers are unwilling to sell their produce at discounted price. Moreover, traders are not aggressively buying due to stock limit and strict inspections/stock checks by the government. RM seed prices are expected to trade with weak bias in the range of 6,900-7200 in near term tracking weakness in Palm oil prices.

#### **Previous Updates-**

- In May'22 Palm oil futures went down by 14% and till 14th June'22 the Jun'22 is down by 7.22% as top producer Indonesia lowered its maximum export levy rate to boost exports. Indonesia issued regulations backing recently announced changes on a palm oil export tax policy, including lowering the maximum levy rate to \$200 a tonne from \$375 and charging special rates for its export acceleration programme. Indonesia's export allocation for palm oil products that is tied to domestic cooking oil distribution has been raised to 2.25 million tonnes from around 1 million previously. In upcoming week, RM seed prices likely to trade range bound with weak bias, amid correction in palm oil prices.
- As per Agriwatch estimates India's MY 2022-23 RM seed crushing, out of 102.5 Lakh tonnes available for crushing, 68% (69.7 Lakh tonnes) crushing is expected till June'22 this compares with 72% (57.8 Lakh tonnes) last year same period. And approx. 10 lakh tonnes are in the hands of crushers and traders and rest is still with the farmers.
- China has removed a three-year restriction on imports of Canadian canola seed. China, the world's top oilseed buyer, suspended two Canadian canola exporters in March 2019, alleging that pests had been detected in shipments.

- However, low stocks of canola, are expected to limit export to China. Canada, the world's biggest producer and exporter of canola, produced its smallest canola crop in 13 years in 2021, pushing buyers to look elsewhere for supplies, and supporting record global edible oil prices.
- For 2022-23, the area seeded to canola is expected to decrease by 7% to 8.5 million hectares (Mha) based on Statistics Canada's Seeding Intentions Survey.
- Statistics Canada has 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.
- According to of Agriculture and Agri-Food Canada's (AAFC), Demand for Canadian Canola remains firm on a strong world oilseed crush and high prices for competing oilseeds and vegetable oils. Disruption of Black Sea exports of sunflower seed oil as a result of the Russian invasion of Ukraine is tightening world supplies and supporting world prices. Domestically, processing of canola is estimated to fall to 8.5 Mt, a drop of 18% from last year, while exports are expected to fall by 49% to 5.4 Mt, as commercial buyers outbid exporters for the tight supplies. For the crop year, the major importers of Canadian canola to-date are China, Japan, Mexico and the European Union.

#### **Groundnut:**

Groundnut bold 60/70 prices continued to trade above Rs. 8,800/qtl. on good domestic demand. However, there is sluggish export demand this year on high freight charges to the potential destinations. 60/70 Groundnut bold average prices are likely to trade with firm bias in the range of INR 8,800-9,100/Qtl. in short run.

In Oct'21-April'22, India's Groundnut export went down by 24% to 3.72 Lakh tonnes as compared to 4.89 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-May'22 we expect India's groundnut export at 3.9-4 Lakh tonnes.

In Oct-April'22, India's Groundnut oil export went down by 95% to 9,701 tonnes as compared to 2.11 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-June'22 we expect India's Groundnut oil export at 10000-12000 tonnes.

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
	18-Jun-22		17-Jun-22		
Soybean	Low	High	Low	High	
Indore –Plant	6600	6700	6650	6775	-75
Indore–Mandi	6300	6650	6300	6650	Unch
Nagpur-Plant	6000	6600	6000	6660	-60
Nagpur – Mandi	5400	6540	5400	6460	80
Latur – Mandi	6100	6670	6300	6680	-10
Akola – Mandi	6150	6590	5300	6545	45
Kota-Plant	6200	6600	6100	6650	-50
Kota – Mandi	6000	6500	6000	6550	-50
Bundi-Plant	6200	6600	6200	6600	Unch
Bundi-Mandi	6000	6300	6000	6400	-100
Baran-Plant	6300	6650	6000	6680	-30
Baran-Mandi	6200	6550	6100	6580	-30
Bhawani Mandi Jhalawar–Plant	Closed	Closed	Closed	Closed	-
Jhalwar-Mandi	Closed	Closed	Closed	Closed	-
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	7050	7075	7125	7150	-75
Alwar-(Condition)	6400	6450	6430	6480	-30
Sri Ganganagar-(Non-Condition)	6200	6300	6215	6315	-15
New Delhi–(Condition)	6700	6750	6750	6800	-50
Kota-(Condition)	6100	6200	6200	6300	-100
Agra-(Condition)	6952	7048	7000	7095	-48
Neewai-(Condition)	6700	6800	6750	6850	-50
Hapur (UP)-(Condition)	6800	6850	6650	6850	Unch
<b>Groundnut Seed</b>					
Rajkot	1080	1080	1080	1080	Unch
<b>Sunflower Seed</b>					
Gulbarga	5000	6800	5450	6100	700
Latur	7100	7200	7100	7200	Unch
Sholapur	7100	7200	7100	7200	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/20 kg, Sunflower Seed in Rs/qtl.					

### Oilseed Arrivals in Key Centers:

Commodity / Centre	Arrivals in Bags/Qtl		Change
	18-Jun-22	17-Jun-22	
<b>Soybean</b>			
Madhya Pradesh	85000	90000	-5000
Maharashtra	75000	75000	Unch
Kota	10000	10000	Unch
Bundi (Raj)	800	1000	-200
Baran (Raj)	1200	500	700
Jhalawar (Raj)	Closed	Closed	-
<b>Rapeseed/Mustard</b>			
Rajasthan	135000	140000	-5000
Alwar	1000	1300	-300
Sri Ganganagar	1000	1200	-200
Kota	2500	3000	-500
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	5957.5	6000	-42.5
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	500	500	Unch

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

Oilseeds	18-Jun-22	17-Jun-22	Change
Rajkot Groundnut bold	6,515	6,600	-85
Groundnut Kernel	7950	8000	-50
Gr. Bolds 60/70	8850	8850	Unch
Gr. Javas 60/70	9950	9950	Unch
Gr Javas 70/80	8900	8900	Unch
Gr.Javas 80/90	9400	9400	Unch
KardiSeed 2% Exp Qly	5300	5300	Unch
Sesame White 98/2/1 FM	9900	9900	Unch
Whitish 95/5/FFA/1FM	9700	9700	Unch
Brown 48/2 FFA/4 FM	9500	9500	Unch
Brown 48/3 FFA/4 FM	9200	9200	Unch
Brown 48/4 FM* No FFA Guarantee	8900	8900	Unch
Sunflower Seed	7000	7000	Unch
Niger Seed (4% FM)	8000	8000	Unch

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