

Oilmeals Weekly Research Report

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Executive Summary

Soybean and soymeal declined at various trading centers amid mixed pace of supplies in this week. Farmers are releasing their stocks at the current level in fear of further fall in prices. Weak domestic and international market sentiments may put more pressure in oilseeds segments.

The government has increased the MSP of Soybean by 1.80 per cent, to Rs 3,950/quintal from Rs 3,880/quintal and for groundnut by 5.21 per cent to Rs 5,550/quintal from Rs 5,275/quintal. Good price hike in retail and wholesale prices for oilseeds encouraged government to increase MSP for 2021-22. Soyoil retail price increased 35% so far compared to last year .

The soybean plant average delivery price at Nagpur is quoted -2% down at Rs. 7,150 /qtl as compare to last week price at Rs. 7320/qtl. The domestic soymeal showed miner gain by 0.4% compared to the previous week, The prices further declined in expectation of weak sentiments in domestic and global markets. After good price hike of this year, we can see corrections in oilseeds markets in the short-run.

However, groundnut's market moved slightly up after weah supplies. Farmers and traders have limited stocks in hand. Prices may come down in coming days following weakness in oilseeds markets.

Rapeseed Mustard traded 0.05% higher Rs.7296/Qtl this week as compared to Rs 7292 last week. Rapeseed oilcake traded higher as compared to last week supported by good meal demand in global markets.

We feel the soy and rapeseed-mustard complex to trade steady to weak tone on weak buying activities of crushers and retailers. However, consistency in demand of soymeal and rapeseed meal may support meal price to rise from the current level. China is the regular buyers in global markets to fulfil its domestic demand of meal, which may also support meal prices to rise. We can see firmness in exports of oilmeals in May'21.

India's export of oilmeals for the month of April 2021 is reported at 303,458 metric tonnes compared to 102,150 metric tonnes in April 2020 i.e. up by +197%.

The correction in oilseeds markets may weigh in the market in coming days as buyers are reluctant at higher price level. Additionally, groundnut prices will feature range-bound movement with weak bias in coming days. Currently, heavy supplies after ease of lock down restrictions and dull demand at higher price level curbed price hike in this week. Expected weak trend in edible oil will also influence seed prices in short-term.

Outlook – Cash Market

Outlook - Soybean (Spot, Nagpur): The soybean prices are expected to be in range bound to weak zone due to weak domestic and international clues. The prices (Nagpur, plant basis) are expected to be in range of Rs 6900/Qtl – Rs 7200/Qtl.

Outlook – Soy meal:

Soymeal prices are expected to continue rise on good offtake from the poultry and feed manufacturers, also strong soymeal export sales and bullish sentiments in overseas markets will support prices. The soymeal exports continued to be strong since the commencement of marketing season. The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 57,000 – 61,000 /MT on good local and export demand, for medium-term.

Outlook - Rapeseed-Mustard (Spot, Jaipur basis): Rapeseed-mustard is expected to feature range-bound movement on weak-bias on weak demand at the higher price level. The seed prices are likely to witness the price levels between 6,800 –7,100/Qtl. in short-run.

International Highlights

- ❖ CBOT July soybean futures closed 35.6 cents lower at \$ 15.08 1/4. New crop November soybean futures also closed -20.4 cents down at \$ 14.39 3/4, on Friday.
- ❖ US soybean planting, as on June 6, 2021, stood at 90% up from 84% same period last year however up from 5-year average of 79%. Further, the US soybean emerged by 90% up from 87% same period last season however up from 5-year average of 82%.
- ❖ CONAB has once again raised Brazil's 2020/21 soybean crop estimate to 135.9 million tonnes vs 135.4 million tonnes in May'21 forecast and 124.845 million tonnes in 2019/20.
- ❖ According to the data released by NOPA, US crushed drops to 160.310 million bushels of soybeans in April'21, second consecutive month of reduction also slightly less than expected. The soybean processing was down from 171.75 million bushels in April 2020 also lower from 177.98 million bushels in March 2021. The market is expected lower US soybean crush figure for May'21 on dwindling stocks.
- ❖ Buenos Aires Grain Exchange has kept the Argentina 2020/21 soybean crop harvest estimate higher at 43.5 million tonnes vs 43 million tonnes from its previous estimates in expectation of better crop yield. So far, farmers have harvested total 91.4% of this season's soy crop.
- ❖ As per recent USDA May'21 report, Soybean production in the world is likely to increase by 6% to 386 million tonnes in next season (September- 2021- August 2020) in expectation of higher crop size in US and India. Total crop size in India may stand higher by 750,000 tonnes to 11.2 Million tonnes against 10.45 Million tonnes in this season. Higher soybean prices in this season will encourage farmers in India to cover higher soybean area.
- ❖ As per custom data, China has imported higher soybean in April 2021 as compared to last year as delayed cargoes have arrived now. The country has imported 11% higher oilseeds at 7.45 million tonnes in April 2021 against 6.71 million tonnes in previous year.

Soybean

Soybean prices fell as expected. Buyers are not much active as prevailing prices are ruling higher side. Heavy supplies at few centers also curbed price hike in the current week. Crushers are waiting some corrections in the prices.

Import duty on edible oils may reduce which may put pressures on edible prices and also affect soy prices. However, higher production estimates may pull soybean even lower, plunge in soybean oil amid worries about biofuel law might drag soybean down in coming days.

GOI announced MSP for 2021-2022 marketing year, soybean Rs 3950 (70 Rs. up). India's soybean area is expected to rise 9.9% on year to a record high of 13.3 mln ha in the crop year.

Agriculture Minister Narendra Singh Tomar launched a seed minikit programme to enhance production and productivity of pulses and oilseeds by distributing high yielding varieties of seeds of oilseeds to farmers which is provided by the central agencies National Seeds Corporation (NCS), NAFED and Gujarat State Seeds Corporation and wholly-funded by the Centre through the National Food Security Mission. The supply of minikit seeds will last till June 15, 2021 so that the seeds reach the farmers before the Kharif sowing starts. Government of India likely to distribute more than eight lakh soybean seed minikits and more than seventy thousand groundnut minikits free of cost to farmers.

CBOT July soybean futures closed 35.6 cents lower at \$ 15.08 1/4. New crop November soybean futures also closed -20.4 cents down at \$ 14.39 3/4, on Friday.

In May'21 released data, the global 2021/22 soybean production estimate kept higher at 386 million tonnes vs 363.18 million tonnes in the previous year. Total crop size in India may stand higher by 750,000 tonnes to 11.2 Million tonnes against 10.45 Million tonnes in this season. Higher soybean prices in this season will encourage farmers in India to cover higher soybean area.

As per USDA, India soybean crush is kept higher by 300,000 tons to 9.7 million on account of higher crop prospectus. Continued growth in domestic soybean meal consumption will pressure soybean meal exports to 1.7 million tons, lower than the previous year but near the 5-year average. Soybean oil imports are unchanged at 3.7 million tons as rising domestic supplies and high prices slow import demand.

Strong Chinese demand lower than expected US soybean planting intentions of 87.6 million acres, thought it is 5% higher compared to the previous year, and lower US soybean inventory number of 1.56 billion bushels in March 01 which 31% lower compared to same period last year kept the international soybean market strong.

For soybeans, the world ending stocks are estimated at 91.09 mmt. for 2021/22 vs. 86.54 mmt. in 2020/21.

Further, In the USDA's Foreign Agriculture Service post in Beijing China's soybean imports are forecast to reach a record 103 million tonnes in the marketing year 2021/22 and estimated 100 million tonnes in 2020/21 to meet the feed demand from the livestock and poultry sectors.

The USDA attache has projected US MY 2021/22 soybean production forecast at 119.88 million tonnes higher from 112.54 million tonnes in 2020/21.

Scattered to widespread rainfall with isolated thunderstorm & lightning over most parts of Northwest, Central East, and Northwest & South Peninsular India and over parts of west India. Isolated heavy to very heavy rainfall very likely over parts of Northwest India during next 3 days; over parts of East, Central & West India during next 3-4 days; over parts of Northeast India during next 5 days and over parts of south Peninsular India during next 4-5 days.

Quantitatively, the monsoon seasonal (June to September) rainfall is likely to be 98% of the Long Period Average (LPA) with a model error of $\pm 5\%$. The LPA of the season rainfall over the country as a whole for the period 1961-2010 is 88 cm. If it realizes the kharif oilseeds' crop production, including soybean, will be within normal.

India's Apr 2021 soymeal exports increased by 53% to 39,705 metric tonnes compared to 25,940 metric tonnes in the same period last year.

Agriwatch has estimated its India's 2020/21 soybean output estimate to 10.7 million tonnes, up 22% from 8.74 million tonnes in 2019/20. USDA has pegged it at 11.2 million tonnes,

SOPA has pegged India's 2020/21 soybean estimate at 10.45 million tonnes against 9.31 million tonnes estimated for 2019. The yield is estimated at 883 kg/ha vs 865 kg/ha for the same period.

We expect India's soymeal exports to remain strong by 90-100% year-on-year for coming months, after fall in the soybean crushing in Argentina and Brazil as their stocks dried up.

India had imported 52,40,326 metric tonnes of edible oils in during Nov.'20 – Mar.'21 to meet the supply gap, down -3%, compared to 53,96,365 metric tonnes in during the same period last year.

Further, during March 2021, India's degummed soyoil imports fell by -3% to 2,84,200 metric tonnes compared to 2,92,996 metric tonnes same period last year. However, during Nov.'20 - Mar.'21 imports in the same is up by 2% at 1,23,2433 metric tonnes during the same period last year.

The soybean plant average delivery price at Nagpur is quoted -2% down at Rs. 7,150 /qtl as compare to last week price at Rs. 7320/qtl.

The arrivals of bean increased by 176% by 310000 bags in the cash market yards of Maharashtra during the week against 11,2000 bags in previous week.

The major buyers are as follows: Agrawal, Neemuch, Shanti Overseas, Living Food, Goyal Protein, Bansal-Bhopal, Vippy-Dewas, ABIS, Sneha, Ruchi Soya, Shalimar Katol, Vippy Dewas, Dhanuka Neemuch, Avi Agri Ujjain, M.S. Neemuch, RH Seoni, Prakash, Kriti Dewas, Mahakali, Prestige Dewas, Itarsi Oil, Sanwaria Itarsi, MS Solvex Neemuch, MS Soya Pachore, during the week.

The domestic soybean prices are likely to feature down on weak demand at higher price level. Government decision on cutting Import tariffs on edible oil may impact soybean prices.

International:

CONAB has once again raised Brazil's 2020/21 soybean crop estimate to 135.9 million tonnes vs 135.4 million tonnes in May forecast and 124.845 million tonnes in 2019/20.

US soybean planting, as on June 6, 2021, stood at 90% up from 84% same period last year however up from 5-year average of 79%. Further, the US soybean emerged by 90% up from 87% same period last season however up from 5-year average of 82%.

In the prospective planting report by the National Agricultural Statistics Service (NASS), Agricultural Statistics Board, (USDA), the soybean planted area for 2021 is estimated at 87.6 million acres, up 5 percent from last year (83.084 million acres).

The soybean harvesting is underway in Brazil and it is in full-swing while the soybean crop is in the maturity stage in Argentina.

AgResource raised Brazil's 2020/21 soybean harvest to 129.98 million tonnes from 128 million tonnes previously projected.

2020-21 Argentina's 33 percent soy crop has been harvested compared to 68 percent last year and 56 percent on average. According to the Buenos Aires Grain Exchange, the nationwide average soybean yield is 3,030 kg/ha (45.1 bushel/acre), which is unchanged from last week. The yields are ranging from 1,670 kg/ha to 3,250 kg/ha (24.8 bushel/acre to 48.4 bushel/acre). The Buenos Aires Grain Exchange left their soybean estimate unchanged at 43.0 million tons. Soybeans were rated 30% poor/very poor, 61% fair, and 9% good/excellent as of late last week. The good/excellent percentage was unchanged compared to the prior week.

Brazil's soybean exports is estimated to reach to 16.1 million tonnes in March vs 16.4 million tonnes forecast in previous week – ANEC.

In the virtual Price Outlook Conference (POC) organized by Bursa Malaysia Thomas Mielke is in view that, after establishing new multi-year highs, the global edible oil prices are likely to be close to their peak, as the bullish fundamentals should be largely discounted. He added that the prices are set to start weakening in the Apr/June quarter followed by further setback in July/Dec, attributed to increasing South East Asian palm oil and South American soyoil production as well as prospective sharp increase in oilseeds plantings in the Northern Hemisphere.

Further, the world soybean supplies will increase in June through December with South American crop harvest in full swing and US soybean supplies later. We may further see competition in soybean prices between South America and US.

USDA attache has projected China's 2021/22 soybean imports at 103 million tonnes which is higher than million tonnes imported in 2019/20 by the country. The reason cited is the higher beginning stocks in the new marketing season following a buying spree in 2019/20. This is below the average growth observed prior to the arrival of African swine fever (ASF) in 2018 as domestic soybean production remains 35 percent above pre-ASF levels at 19.0 million tons. Crush growth continues at historic levels while stocks are projected to reach a record of 34.0 million tons. Soybean meal and oil trade are forecast nearly unchanged

Weak trend in global prices for oilseeds markets may put more pressures on CBOT prices in next week. However, strong Chinese soybean demand will limit any major fall.

Soymeal

The domestic soymeal showed minor upside by 0.4% compared to the previous week. Soymeal demand is good in domestic and global markets despite weakness in soy markets, which is supporting prices to rise.

The soymeal along with other oilmeal exports continued remain strong in May 2021, as in the recent months.

July soymeal futures settled \$ 1.6 higher at \$ 3.83 per short ton, on Friday.

World 2021/22 soymeal production is estimated higher at 260.31 million tonnes vs 253.12 million tonnes against last year record, in its May report.

Higher 2021/22 US soybean planting estimates in the prospective planting report on June 6, indicates higher availability of the bean and subsequently meal if the crop yield stands at normal.

Robust Chinese soy demand, lower than expected soybean production estimates in US and Argentina will remain bullish for soymeal for some more time.

India's Apr 2021 soymeal exports increased by 53% to 39,705 metric tonnes compared to 25,940 metric tonnes in the same period last year. Further, the soymeal shipments improved by +126% to 15,64,833 metric tonnes in aggregate, during the last ten months (Apr.-Mar.) of financial year 2020-21 compared to 69,2833 metric tonnes during the corresponding period last year.

India's export of oilmeals for the month of April 2021 is reported at 303,458 metric tonnes compared to 102,150 metric tonnes in April 2020 i.e. up by +197%.

The overall export of oilmeals during April to March 2021 is also reported up by +51% at 36,80,084 metric tonnes compared to 24,33,617 metric tonnes during the same period last year.

Of the total soymeal exports of 3,21,435 metric tonnes in March 2021, Germany, Vietnam and South Korea remained top buyers with imports figures touching 73,700 metric tonnes, 66,044 metric tonnes and 44,240 tonnes respectively.

India's exports for rapeseed meal during April-March 2021 was up +16% at 11,13,021 metric tonnes compared to 96,1312 metric tonnes during the same period previous marketing season.

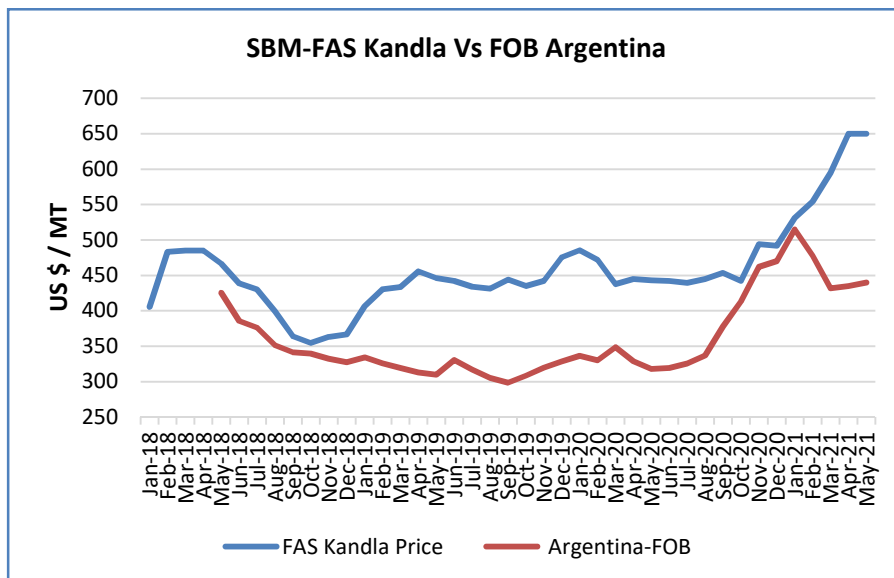
The export of rapeseed meal in April'21 is reported at 177,822 metric tonnes against last year 21,493 metric tonnes during the same period i.e. increased by 727%, and ricebran extraction exports is reported at 58,022 metric tonnes against last year 39,181 metric tonnes i.e. +48% higher compared to the same period last year.

The domestic soymeal demand has considerably recovered in previous months, from poultry sector, but still below pre-COVID levels. Poultry industry contributes more than 60% of the total domestic soymeal demand.

The international soymeal prices are getting competitive after improved the soybean crop prospects. The soymeal export price spread of India vs Argentina (FAS Kandla and FOB Argentina) have further declined to US \$ 210/MT in May'21 vs US \$ 215/MT in April'21, leading incompetitiveness for Indian soymeal exports.

The domestic weekly average soymeal prices at Indore was slightly up to Rs 59,750/MT and was quoted between Rs 59,000 – 60,000/MT compared to the weekly average of Rs 59,500/MT and was traded between the price ranges of Rs. 59,500 – 60,000/MT previous week.

Weekly average prices at various centers also closed higher side compared to last week prices. At Latur, the weekly average soymeal prices increased to Rs. 64,500/MT compared to Rs. 63,750/MT a week ago however in Nanded it was quoted slightly higher at Rs. 63,916/MT compared to Rs. 63,750/MT a week ago. In Kota the meal prices slightly inclined to Rs. 61,966/MT compared to Rs. 61,716/MT previous week.



The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 57,000 – 61,000 /MT on good local and export demand, for medium-term.

Previous updates:

CONAB has raised Brazil's 2020/21 soybean crop estimate to 135.54 million tonnes vs 135.131 million tonnes in March forecast and 124.845 million tonnes in 2019/20.

According to the data released by NOPA, US crushed 168.74 million bushels of soybeans in April 21. The soybean processing was down from 171.75 million bushels in April 2020 and also lower by 1.8% from 177.98 million bushels in March 2021.

The international soy market is strong on bullish global supply scenario due forecast to lower than expected soybean production and likely fall in the US soy inventories in August 2021 followed by the Chinese buying spree.

SOPA has sought a stimulus package from the Centre to support the soybean industry, which has been hit by the lockdown and the collapse of poultry sector. It has asked the Center to increase the import duty in edible oils.

Besides, the SOPA members have addressed to Ministry of Agriculture and Farmers Welfare have demanded exemption of GST on soybean and soymeal, the same time.

The poultry sector consumes 60% of the soymeal in India and there are no takers for it leading around half of the processing units being shut. According to the data released by NOPA, US crushed 178 million bushels of soybeans in March 21, second consecutive month of reduction also slightly less than expected. The soybean processing was down from 181.4 million bushels in March 2020 but up from 155.2 million bushels in March 2020.

The global 2020/21 soybean production estimate too increased to 363.18 million tonnes vs 361.82 million tonnes in the previous month report by USDA. World 2020/21 soymeal production is estimated slightly down at 253.3 million tonnes vs 254.14 million tonnes in its previous estimate.

The global 2020/21 soybean production estimate too increased to 363.18 million tonnes vs 361.82 million tonnes in the previous month report by USDA. World 2020/21 soymeal production is estimated slightly down at 253.3 million tonnes vs 254.14 million tonnes in its previous estimate.

U.S. ending stocks were 120 million bushels vs. the March estimate of 120 million bushels. The trade expected the USDA to print 119 million bushels today

For soybeans, the world ending stocks are estimated at 86.9 mmt. vs. the trade's expectation of 83.52 mmt. and the USDA's December estimate of 83.74 mmt.

Technical Analysis:

NCDEX Soybean Futures – July Contract



Soybean Spot, Nagpur



*Note: Daily Chart

Support & Resistance NCDEX Soybean – July contract

S1	S2	PCP	R1	R2
5800	6000	6498	6700	6900

- Soybean fell on selling pressure in the market.
- Prices closed below 18-day EMA.
- RSI and stochastic are falling in the neutral zone.
- MACD is falling in the negative territory.
- The prices are expected to feature loss the coming week.
- Trade Recommendation (NCDEX Soybean – Jul) Week: **SELL** Below 6580 Levels: T1 – 6500; T2- 6400, SL – 6650.

Rapeseed - Mustard Seed

Rapeseed-mustard witnessed minor gains after buying activities of crushers in this week. However, expected weak trend in other oilseeds may weigh on mustard prices in coming week.

In Jaipur, Rapeseed Mustard traded 0.05% higher Rs.7296/Qtl this week as compared to Rs 7292 last week.

NAFED had procured the rapeseed-mustard at 0.03 MT of rapeseed-mustard valued Rs 0.014 Lakh from Madhya Pradesh at MSP (Rs 4650/qtl) under PSS. However, the procurement couldn't pick-up the pace due to COVID lockdown restrictions.

AW has revised India's 2021/22 rapeseed-mustard production up to 8.54 million tonnes from 8.0 million tonnes estimated in its previous forecast and it is up 18% from 7.21 million tonnes estimated last season. The Government estimation of mustard crop is high at 10.4 MT. The COOIT has estimated mustard production at 8.90 MT.

Rapeseed oilcake traded higher Rs. 2800/ Qtl as compared to Rs 2779 last week supported by good meal demand in global markets.

India has not imported any rape oil (canola) in March too as in last several months. India is unlikely to import the rape oil in coming months too. Lower imports in rape oil (canola) will lend support to the local rapeseed-mustard prices at the higher levels.

However, India's exports for rapeseed meal during April-March 2021 was up +16% at 11,13,021 metric tonnes compared to 96,1312 metric tonnes during the same period previous marketing season.

The export of rapeseed meal in March'21 is reported at 84,276 metric tonnes against last year 89,235 metric tonnes during the same period i.e. down by -6%.

At NCDEX futures, the July contract of rapeseed-mustard fell at 6,544/Qtl compared to 7,012/Qtl in last week.

Previous Updates

The Solvent Extractors' Association (SEA) of India has urged the government to include rational provision in ASEAN agreement to restrict or regulate the imposition of export duty by the palm oil exporting countries. SEA feels that this will ensure a level-playing field for both the countries that export and import palm oil.

In a letter to its members, Atul Chaturvedi, President of SEA, said that there is always a bound rate for imposing highest export duty on palm oil and products imported by India under ASEAN agreement and Comprehensive Economic Cooperation Agreement with Malaysia.

He said the palm oil exporting countries seem to be free to impose export duty and levy as agreements overlook this issue. Indonesia has imposed US \$33 as export duty plus \$180 as a biodiesel levy making crude palm oil (CPO) expensive. Following this, India is compelled to pay high price for the same.

To support their local industry, that country has kept export duty and levy low on finished goods such as RBD palmolein.

Higher palm oil imports by India has always hit the domestic mustard oil demand and the rapeseed-mustard crush margins.

The Food Safety and Standards Authority of India (FSSAI) has withdrawn the order prohibiting blending of mustard oil.

The food regulator had until now allowed 20% blending in mustard oil under the standards for blended edible oil under FSS (Food Product Standards and Food Additives) Regulations. The decision to withdraw the September'20 order was taken after stakeholders made a representation to the authority.

Director, Indian Council of Agricultural Research – Directorate of Rapeseed Mustard Research, expects productivity of the rapeseed-mustard to improve in 2020-21 from last year's level of 1.42-1.48 tonnes per ha, on adequate soil moisture and better package of practices.

The MSP for rapeseed-mustard has been increased in line with the recommendations of Swaminathan Commission to Rs. 4,650 per quintal for marketing season 2021-22 from Rs. 4,425 per quintal in 2020-21 an increase of Rs. 225 a quintal.

Total procurement of the seed by Hafed in 2020/21 stands at 5,30,000 metric tonnes.

Agriwatch has projected India's MY 2021/22 rapeseed production at 8.54 million tonnes vs 7.2 million tonnes last season while COOIT has estimated the seed production at 8.95 million tonnes vs 7.5 million tonnes last season.

Outlook: *Spot market has gained slightly on continue demand of retailers and regular buyers. However, musatard prices may come under pressures amid expected weak trend in other oilseeds prices.*

Technical Analysis:

NCDEX RM Seed Futures

July Contract



RM Seed Spot, Jaipur



*Note: Daily Chart

Support & Resistance NCDEX RM Seed – Jul contract

S1	S2	PCP	R1	R2
6200	6300	6544	6800	6900

- RM seed witnessed loss in the market.
- Prices closed below 18-day EMA.
- RSI and stochastic are falling in the neutral zone.
- MACD is easing in the negative territory.
- The prices are expected to feature loss during the week.
- Trade Recommendation (NCDEX Rapeseed-Mustard –Jul) Week: Sell- 6550 Levels: T1-6400, T2- 6300, SL –6700.

Annexure

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	10-Jun-21	03-Jun-21	Parity To
Indore - 45%, Jute Bag	59500	60000	Gujarat, MP
Kota - 45%, PP Bag	62500	62000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	66000	65000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	64500	64500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	64000	64000	Andhra, AP, Kar, TN
Latur	64500	63500	-
Sangli	63000	63000	Local and South
Solapur	61700	61600	Local and South
Akola – 45%, PP Bag	62000	62000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	63500	63500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	62300	61800	-

Soy DOC at Ports			
Centers	Port Price		
	09-Jun-21	02-Jun-21	Change
Kandla (FOR) (INR/MT)	NR	NR	-
Kandla (FAS) (USD/MT)	NR	NR	-
CNF Indonesia – Yellow SBM (USD/MT)	NR	NR	-

Rapeseed Meal	09-Jun-21	02-Jun-21	Change
FAS Kandla (USD/MT)	-	-	-
FOR Kandla (Rs/MT)	-	-	-
FOR Mundra (Rs/MT)	-	-	-
CNF Indonesia (USD/MT)	-	-	-

International Soy DOC			
Argentina FOB USD/MT	09-Jun-21	02-Jun-21	Change

Soybean Pellets	412	417	-5
Soybean Cake Flour	412	417	-5
Soya Meal	-	-	-
Soy Expellers	-	-	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	10-Jun-21	03-Jun-21	Change
Adoni	34000	34000	Unch
Khamgaon	-	-	-
Parli	-	-	-
Latur	33500	33500	Unch

Groundnut Meal (Rs/MT)	10-Jun-21	03-Jun-21	Change
Basis 45%, Saurashtra	41500	40000	1500
Basis 40%, Saurashtra	39000	37500	1500
GN Cake, Gondal	43000	41000	2000

Mustard DOC	10-Jun-21	03-Jun-21	Change
Jaipur (Plant delivery)	20200	19500	700
Kandla (FOR Rs/MT)	21000	21000	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	10-Jun-21	03-Jun-21	Change
G.N. Extr (45%)	41500	40000	1500
Kardi Extr	-	-	-
Undec Cottonseed Exp	33000	31500	1500
Rice Bran Extr.	-	-	-
Sunflower Extr.	31000	30500	500
Rapeseed Extr.	-	-	-
Soymeal 48%	63130	60500	2630
Castor Extr.	4500	4550	-50

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

Sl. No	Crops	MSP for Rabi 2021-22	MSP for Rabi 2020-21	Increase in MSP (Absolute)
1	Rapeseed-mustard	4,650	4,425	225
2	Safflower	5,327	5,215	112

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 2021-22.

Government has increased the MSP of Rabi crops for marketing season 2021-22, 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. 4,650 per quintal for marketing season 2021-22 from Rs. 4,425 per quintal in 2020-21 an increase of Rs. 225 a quintal.

The MSP of safflower to Rs. 5,327 a quintal from earlier Rs. 5,215 per quintal an increase of Rs 112 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 Oilseeds Production Seen at 373.11 Lakh Tonnes vs 332.19 Lakh Tonnes in 2nd Adv Est. for 2020-21- GOI

The 2nd Advance Estimates of production of oilseeds for 2020-21 have been released by the Department of Agriculture, Cooperation and Farmers Welfare on 24th February, 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:

Oilseeds – 373.11 lakh tonnes in 2020-21 vs 332.19 lakh tonnes in 2019-20

- Groundnut – 101.46 lakh tonnes vs 99.52 lakh tonnes in 2019-20.
- Castorseed – 17.76 lakh tonnes vs 18.42 lakh tonnes
- Sesamum – 8.12 lakh tonnes vs 6.58 lakh tonnes
- Nigerseed – 0.41 lakh tonnes vs 0.41 lakh tonnes (No difference)
- Soybean – 137.11 lakh tonnes vs 112.26 lakh tonnes
- Sunflower – 2.24 lakh tonnes vs 2.13 lakh tonnes
- Rapeseed-mustard – 104.7 lakh tonnes vs 91.24 lakh tonnes
- Linseed – 1.40 lakh tonnes vs 1.21 lakh tonnes
- Safflower – 0.34 lakh tonnes vs 0.44 lakh tonnes.

Sown Area – *Kharif* Oilseeds, India

In the last official Kharif oilseeds planting report by the Ministry of Agriculture, the total coverage area under Kharif oilseeds is reported at 197.18 lakh hectares, an increase by 9.8% from 179.63 lakh ha in the corresponding period of last year. Of the major oilseeds, soybean sowing is reported up by 6.4% at 121.24 lha compared to 113.95 lha during the corresponding period of last year, groundnut at 50.98 lha vs 39.48 lha, sesamum 14.14 lha vs 13.73 lha, castor seed at 7.92 lha vs 9.44 lha and niger at 1.67 lha vs 2.04 lha, during the same period last year. We feel country's final area under oilseeds to be above normal by 8-9% this season.

Area in Lakh Hectares

Crop	Normal Area (5 Year Avg.)	2020-21	2019-20	% Change
Groundnut	42.43	50.98	39.48	29.1
Soybean	111.49	121.24	113.95	6.4
Sunflower	1.84	1.23	0.99	24.2
Sesamum	14.13	14.14	13.73	3.0
Niger	2.41	1.67	2.04	-18.1
Castor	9.65	7.92	9.44	-16.1
Total Oilseeds	181.95	197.18	179.63	9.8

Source: MoA, GOI

Sown Area – *Rabi* Oilseeds, India 2020-21

In the latest official rabi oilseeds planting report, by the Ministry of Agriculture, the total coverage area under rabi oilseeds is reported at 83.60 lakh hectares, up 5% from 79.37 lakh ha in the corresponding period of last year. Of the major oilseeds, rapeseed-mustard sowing is reported up by 7% at 73.89 lha compared to 68.84 lha during the corresponding period of last year. Groundnut at 4.57 lha vs 4.65 lha, safflower at 0.58 lha vs 0.63 lha, sunflower at 1.01 lha vs 1.02 lha, sesamum 0.44 lha vs 0.56 lha, linseed at 2.90 lha vs 3.34 lha and other 0.21 lha vs 0.33 lha during the same period last year.

Area in Lakh Hectares				
Crop	Normal Area (5 Year Avg.)	As on 22 Jan. 2021	As on 22 Jan. 2020	% Change
Rapeseed/Mustard	59.44	73.89	68.84	7.3
Groundnut	7.28	4.57	4.65	-1.7
Safflower	1.18	0.58	0.63	-7.9
Sunflower	2.41	1.01	1.02	-1.0
Sesamum	0.00*	0.44	0.56	-21.4
Linseed	2.75	2.90	3.34	-13.2
Others	0.13	0.21	0.33	-36.4
Total Oilseeds	73.19	83.60	79.37	5.3

Source: MoA, GOI

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