

Oil Meal Weekly Research Report

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Executive Summary

The weekly average domestic soybean prices remained firm on the back of strength in CBOT soybean. Mustard prices too rebounded from lower level amid tight arrival, weather concern in Rajasthan, Madhya Pradesh and Uttar Pradesh and strength in ICE canola.

Upon directions from the Government, SEBI has asked the exchanges to suspend trading in seven commodities, including soybean. Accordingly, no new contracts of soybean would be launched on NCDEX until further notice and only squaring off of positions is allowed in existing contracts.

The average weekly price of soybean at Indore plant remained firm and increased by 0.6% to Rs. 6,481 a quintal, compared to Rs.6,440 a week ago. The market made a low of 6,400 and high of 6,500 during the week. Prices went up on good demand at lower level, and strength in CBOT soybean

According to Soybean Possessor Association of India (SOPA) November'21 Soy crush stood at 7 lakh tones Vs 6 lakh tonnes in Oct'21. Additionally, Oct'21 to Nov'21 soy crush stood at 13 lakh tonnes against 21 lakh tonnes last year same period.

According to Soybean Possessor Association of India (SOPA) November'21 soybean arrival stood at 14 lakh tonnes Vs 15 lakh tonnes in Oct'21. Additionally, Oct'21 to Nov'21 soybean arrival stood at 29 lakh tonnes Vs 37 lakh tonnes last year same period.

The weekly average prices of soymeal at Indore increased by 2% to Rs 52,750 /MT and was quoted between Rs 51,500 – 52,000/MT throughout the week. This compares with previous week's average of Rs 51,900/MT Soymeal prices remained firm tracking strength in soybean prices and CBOT.

Rapeseed Mustard weekly average price rebounded by 1.4% to Rs.7,633/Qtl, as compared to Rs 7,528/Qtl last week. The market made a low of 7,438 and high of 7,813 during the week. In Sri Ganganagar, the weekly average prices of rapeseed oilcake too went up by 0.60% to Rs 2,904/Qtl from previous week at Rs. 2,887/qtl

According to Solvent Extractor Association of India, India's November'2021 soymeal exports declined by 78% to 42,951 metric tonnes compared to 1,98,776 metric tonnes in the same period last year. Further, the soymeal shipments too declined by 66% to 2,19,077 metric tonnes in aggregate, during the months (April-Nov.) of financial year 2020-21 compared to 6,36,981 metric tonnes during the corresponding period last year.

Additionally, Export of oilmeals for the month of November'2021 was provisionally reported at 1,62,442 tons compared to 3,32,336 tons last year same period i.e., down by 51%. The overall export of oilmeals during April – Nov'2021 is reported at 15,96,131 tons compared to 19,51,558 tons i.e., down by 18%.

According to Solvent extractors association of India, India's exports for rapeseed meal during April-Nov'2021 was down 10% at 7,00,613 metric tonnes compared to 7,74,849 metric tonnes during the same period previous marketing season.

The export of rapeseed meal in November'21 is reported at 42,383 metric tonnes against last year 45,050 metric tonnes during the same period i.e. down by 6%.

Outlook – Cash Market

Outlook - Soybean (Spot, Nagpur): The soybean prices is expected to trade range bound with firm bias on the back of strength in CBOT soybean. The prices (Nagpur, Plant basis) are expected to feature range bound movement in the price band of 6100 – 6,500 level in near term.

Outlook – Soy meal: Soymeal prices are likely to trade range bound amid subdued soymeal exort demand due to incompetitive price in global markets. The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 50,000 – 55,000 /MT.

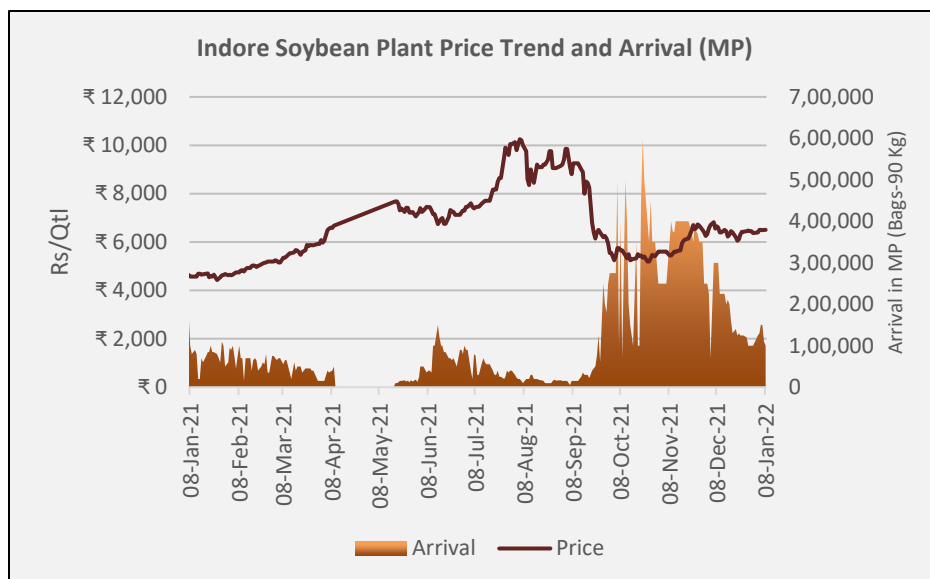
Outlook - Rapeseed-Mustard (Spot, Jaipur basis): Rapeseed-mustard is expected to rebound from lower level on weather concern and there is less arrival in madis. The seed prices are likely to trade in the range between 7500 –8,000/Qtl. in short-run.

Soybean

This week, soybean prices went up amid good demand at lower level and strength in CBOT on weather concern in Brazil and Argentina which is trading at five months high.

The average weekly price of soybean at Indore plant remained firm and increased by 0.6% to Rs. 6,481 a quintal, compared to Rs.6,440 a week ago. The market made a low of 6,400 and high of 6,500 during the week. Prices went up on good demand at lower level, and strength in CBOT soybean.

This week, the total arrivals in Madhya Pradesh stood at 7.65 Lakh bags vs 6.45 Lakh bags last week. In Maharashtra total arrival stood at 6.60 lakh bags Vs 6.05 lakh bags last week and in Rajasthan the total arrivals stood at 0.66 lakh bags vs 0.63 lakh bags previous week.

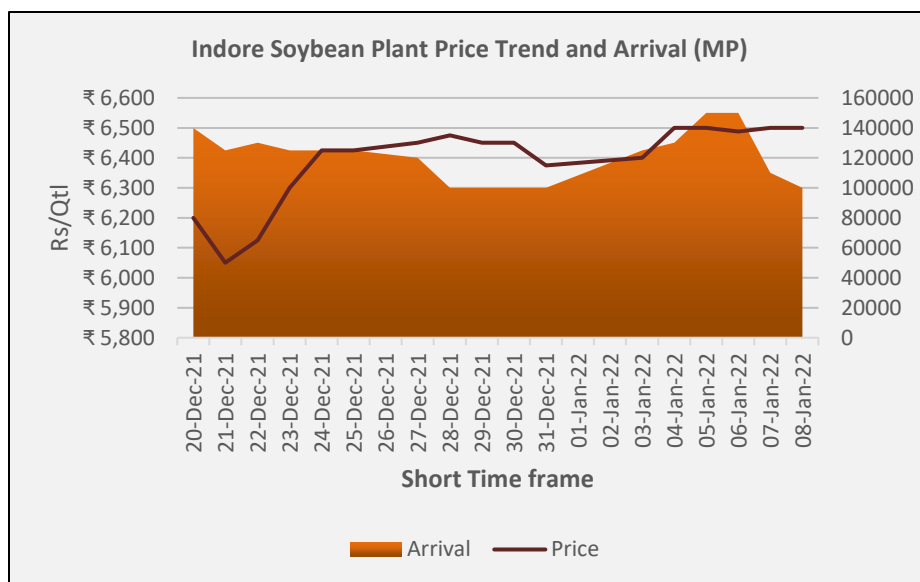


Bihar government has imposed stock limit order on 05th of Jan'22, on on edible oil and oilseeds in the state. The limits for municipal corporation areas on edible oil is at 500 quintal and on edible oil seed is at 1000 quintal. However, for all other areas, stock limit on edible oil is at 250 quintal and on edible oilseed is at 500 quintals.

Upon directions from the Government, SEBI has asked the exchanges to suspend trading in seven commodities, including

soybean. Accordingly, no new contracts of soybean would be launched on NCDEX until further notice and only squaring off of positions is allowed in existing contracts.

According to Soybean Possessor Association of India (SOPA) November'21 Soy crush stood at 7 lakh tones Vs 6 lakh tonnes in Oct'21. Additionally, Oct'21 to Nov'21 soy crush stood at 13 lakh tonnes against 21 lakh tonnes last year same period.



According to Soybean Possessor Association of India (SOPA) November'21 soybean arrival stood at 14 lakh tonnes Vs 15 lakh tonnes in Oct'21. Additionally, Oct'21 to Nov'21 soybean arrival stood at 29 lakh tonnes Vs 37 lakh tonnes last year same period.

It is inferred from SOPA data that arrivals are slower as farmers are expecting better prices for soybean, but on the other hand industry is unable to find sufficient demand for soybean deoiled cake even at current prices. This has resulted into prices of soybean DOC as well as those of soybean declining despite of low arrivals.

As per sources, farmers are willing to hold more soybean anticipating higher prices in the future. As a result, sale to soy processors remained low. October crush total was 37% below last year's, according to SOPA and is expected to remain below normal in November.

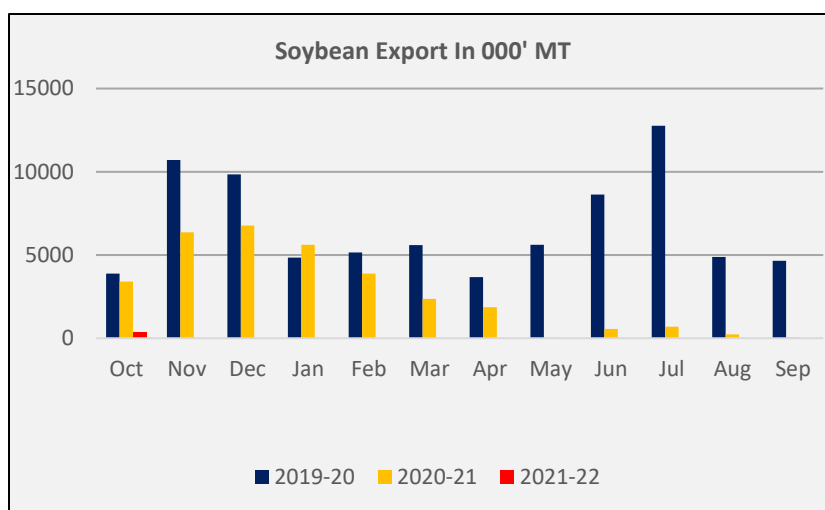
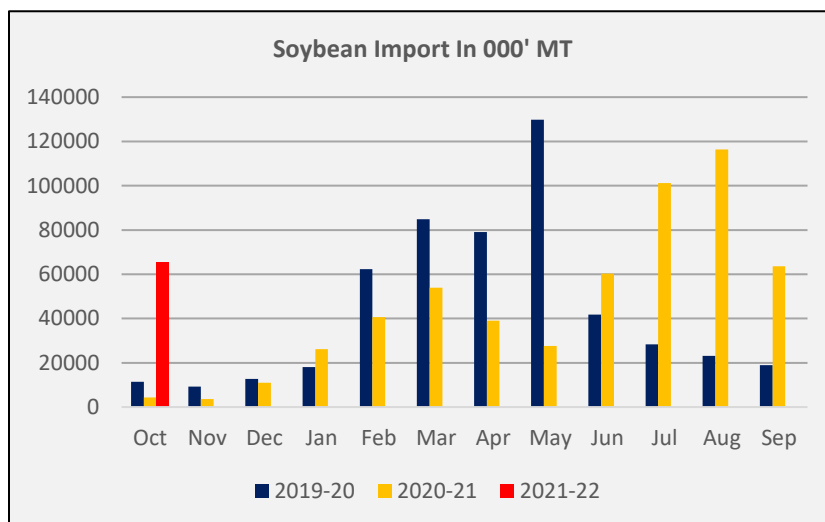
As per 1st advance estimates released by the Department of Agriculture and Farmers Welfare, the estimated production of soybean during 2021-22 is 127.20 lakh tons vs 128.97 lakh tons last year.

Agriwatch has estimated India's 2021/22 soybean output estimate to 12 million tonnes, vs 10.45million tonnes in 2020/21.

According to data from Department of Commerce, India's soybean import increased in the month of October 2021 by 3% to 65,542 tonnes compared to 63,612 tonnes during previous month. Further, the soybean imports last year same period stood at 4,332 MT. Of the total quantity around 35,847.57 tonnes were imported from Mozambique, 12,351 tonnes from Malawi, and 6,371 tonnes from Togo.

According to Solvent Extractors Association (SEA), India's November edible oil stocks at ports and pipelines fell by 14.96 percent m-o-m to 17.05 lakh tons from 20.05 lakh tons in October 2021. Soy oil imports fell 22.02 percent in October y-o-y to 2.16 lakh tons from 2.77 lakh tons in October 20.

Government of India had directed state governments to impose stock limits on edible oils and oilseeds till 31st March 2022 to check prices. The stock limit of all edible oils and oilseeds were to be decided by the respective state government/Union territories administration on the basis of available stock and consumption pattern.



Exceptions shall be provided for exporters and importers. Implementing this, Rajasthan government has imposed stock limit on oil seeds and edible oils on 26th Nov 2021 effective immediately, till 31st March 2022. Stock limit for Mustard seed, Toria, Taramira and Rayda for wholesalers is 2000 Qtl and that for retail traders is 100 Qtl. However, there is no stock limit on soybean in Rajasthan yet.

Uttar Pradesh had notified a stock limit order on October 12, 2021 on edible oil and oilseeds in the state. The limits for retailer are 10 quintals to 250 quintals. Limits for wholesalers stand at 50 quintals to 500 quintals. Telangana governments laid out stock limits for retailer are up to 100 quintals, stock limits for wholesalers are at 370 quintals to 5500 quintals and for manufactures and producers one month's production capacity or 3 years production average per month, whichever is higher. Other states may also impose stock limits going ahead.

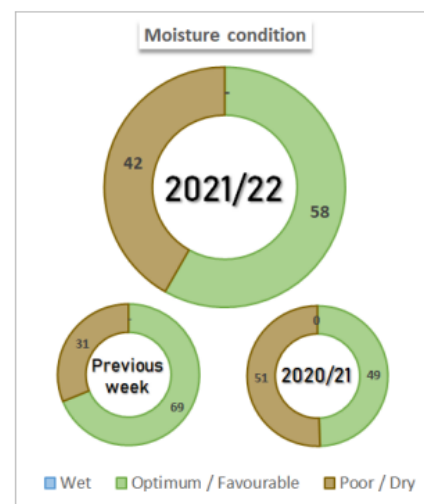
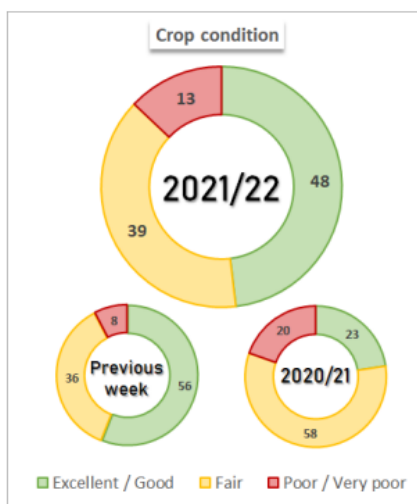
The major buyers are as follows: Agrawal, Neemuch, Shanti Overseas, Living Food, Goyal Protein, Bansal-Bhopal, Vippy-Dewas, ABIS, Sneha, Ruchi Soya, Shalimar Katol, Vippy Dewas, Dhanuka Neemuch, Avi Agri Ujjain, M.S. Neemuch, RH Seoni, Prakash, Kriti Dewas, Mahakali, Prestige Dewas, Itarsi Oil, Sanwaria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

International:

CBOT January soybeans witnessed gain of 5.48% to \$ 14.01 a bushel for the week ended 08th Dec. March futures too increased by 5.30% to \$ 14.10 a bushel. Dry weather condition in Argentina and Brazil pushed CBOT soybean at five months high. In upcoming USDA report we expect a soy production cut for Brazil and Argentina.

As on 06th Jan, according to Buenos Aires Grains Exchange, In Argentina, Soybean sowing progress stood at 86.8% sowing have been completed V 93.5% last year same period and 94.7% five-year average.

As on 06th January, according to Buenos Aires Grains Exchange, 48% soy crop is in excellent to good condition Vs 56% previous week, 39% soy crop is in fair condition Vs 36% previous week and 13% soy crop is in poor/very poor condition Vs 8% previous week.



AgRural has slashed its previously estimated Brazil soybean production estimates by 11.3 MMT due to drought. Earlier it was estimated to all time record of 144 MMT but it has now been reduced to 133.4 MMT.

According to NOPA, U.S. November'21 soybean crush is seen at 181.64 million bushels compared to 183.99 million bushels in October, down by 1.3 percent. On yearly comparison it is up by 0.34 percent from 181.01 million bushels.

US soybean harvesting has been completed and estimated production is pegged at 120.42 MMT.

According to USDA Dec'21 report, Soy production estimate for India remains unchanged at 11.9 million tons, US soy production estimate remain unchanged at 120.42 MMT, Argentina's production estimate unchanged at 49.5 million tonnes, Brazil soy production estimate unchanged at 144 MMT while China's soy production decreased to 16.40 MMT against last month estimate at 19 MMT. Overall, USDA December report seems neutral to firm.

According to USDA December'21 report, India's 2021/22 soymeal production is estimated slightly lower at 8.0 MMT compared to 8.02 MMT previous month estimates and 7.60 million tonnes last year.

According to National Association of Grain Exporters (ANEC) Brazil's soy export in Dec'21 stood at 2.54 million MT compared with 0.6 million MT in the same month last year.

As per USDA December forecasts, China is set to import record soybean, triggered by herd recovery in 2021 and 2022. Additionally, improved crush margin will also support soy import. USDA estimates China's 2021-22 soybean imports at 100 MMT, compared to 99.7 MMT last year.

Outlook: Domestic soybean prices are likely to trade range bound with firm bias on the back of strength in CBOT soybean.

Soymeal

This week Indore weekly average soymeal price remained firm as compared to previous week followed by strength in soybean prices.

The weekly average prices of soymeal at Indore increased by 2% to Rs 52,750 /MT and was quoted between Rs 51,500 – 52,000/MT throughout the week. This compares with previous week's average of Rs 51,900/MT Soymeal prices remained firm tracking strength in soybean prices and CBOT.

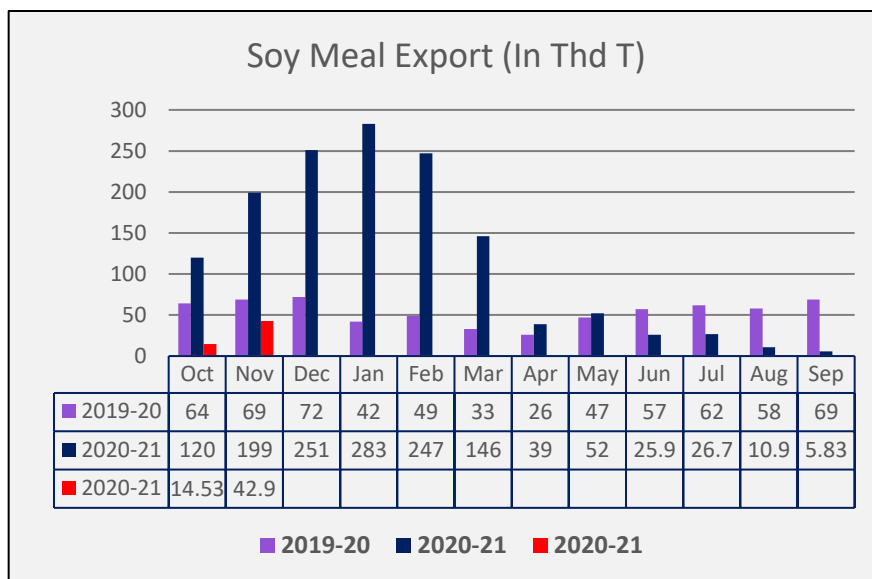
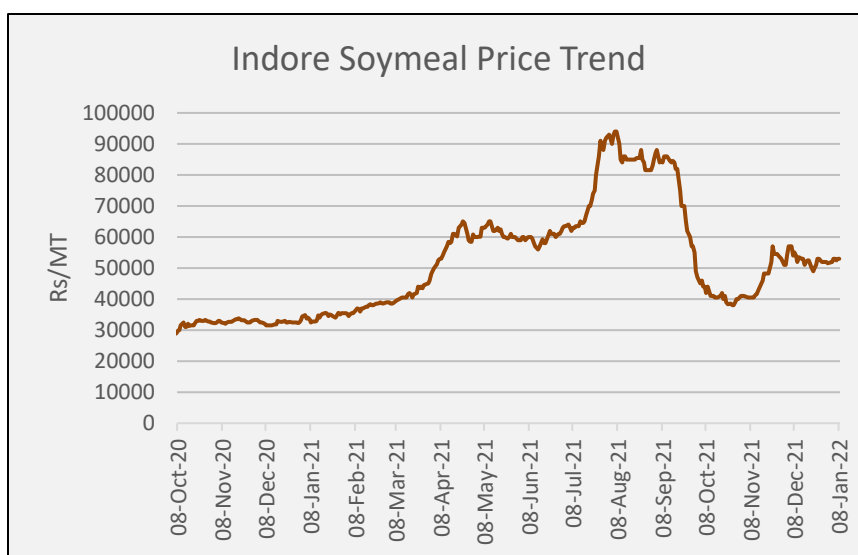
Weekly average prices at various centers also remained firm compared to last week. At Latur, the weekly average soymeal prices

increased by 2% to Rs. 57,583/MT compared to Rs. 58,600 /MT a week ago, in Nanded it was quoted 1% low at Rs. 56,000/MT compared to Rs. 56,500 /MT a week ago. In Kota the meal prices went up by 1% to Rs. 55,083/MT compared to Rs. 54,700/MT previous week.

According to USDA November'21 report, world 2021/22 soymeal production is estimated higher at 258.51 million tonnes vs 248.13 million tonnes against last year record. India's 2021-22 soymeal production pegged at 5.06 MMT vs 4.90 MMT in 2020-21.

According to Solvent Extractor Association of India, India's November'2021 soymeal exports declined by 78% to 42,951 metric tonnes compared to 1,98,776 metric tonnes in the same period last year.

Further, the soymeal shipments too declined by 66% to 2,19,077 metric tonnes in aggregate, during the months



(April-Nov.) of financial year 2020-21 compared to 6,36,981 metric tonnes during the corresponding period last year.

Additionally, Export of oilmeals for the month of November'2021 was provisionally reported at 1,62,442 tons compared to 3,32,336 tons last year same period i.e., down by 51%. The overall export of oilmeals during April – Nov'2021 is reported at 15,96,131 tons compared to 19,51,558 tons i.e., down by 18%.

Currently India is outpriced for soybean meal export as Ex. Kandla is quoted at US\$ 714/MT against Brazil origin US\$ 459/MT and Argentina US\$ 454/MT, USA US\$ 505/MT. India's Soymeal export is likely to remain slacked in next few months due to higher prices.

Department of Consumer Affairs, Food and Public Distribution has imposed stock limit on soymeal till June 30, 2022. Soymeal millers, processors or plants are allowed to hold stocks only up to 90 days of production, the limits were imposed after amending the Essential Commodities Act of 1955 to include soymeal in the category.

As per sources, farmers are willing to hold more soybean anticipating higher prices in the future. As a result, sale to soy processors remained low. October crush total was 37% below last year's, according to SOPA and is expected to remain below normal in November.

Outlook: Soybean meal prices are expected to continue trade range bound with firm bias tracking firmness in soybean prices in near term.

Previous updates:

According to Solvent extractor association of india, India's October'2021 soymeal exports declined by 88% to 14,538 metric tonnes compared to 120,290 metric tonnes in the same period last year. Further, the soymeal shipments too declined by 60% to 176,126 metric tonnes in aggregate, during the months (April-Oct.) of financial year 2020-21 compared to 438,205 metric tonnes during the corresponding period last year.

Additionally, Export of oilmeals for the month of October'2021 provisionally reported at 157,467 tons compared to 318,706 tons in 2020 i.e. down by 51%. The overall export of oilmeals during April – October 2021 is reported at 14,33,231 tons compared to 161,9222 tons i.e. down by 11%.

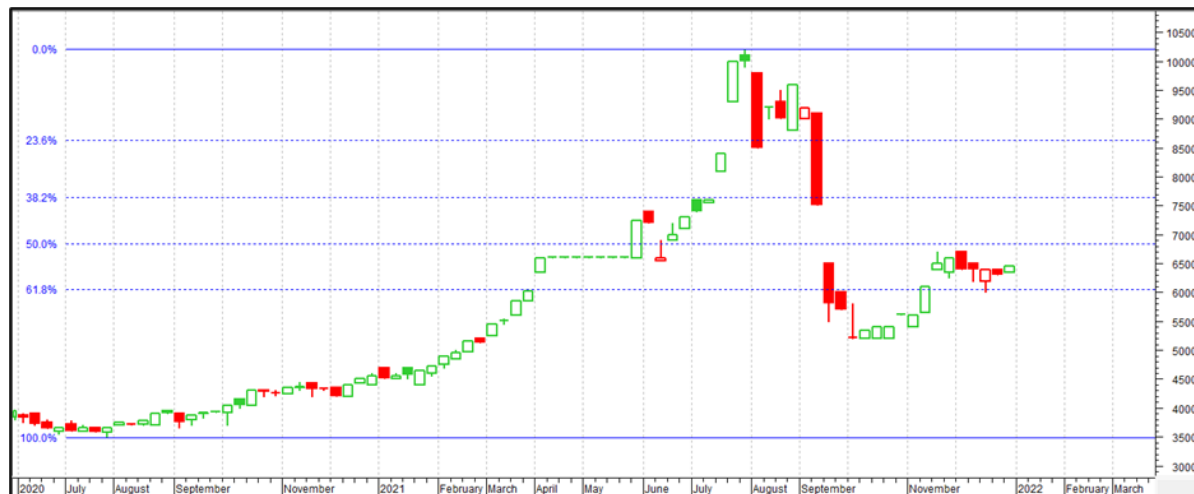
Technical Analysis

(Based on Indore Mandi prices)

SOYBEAN – Technical Outlook

Soybean Indore Spot -Weekly time frame

Technical Chart:



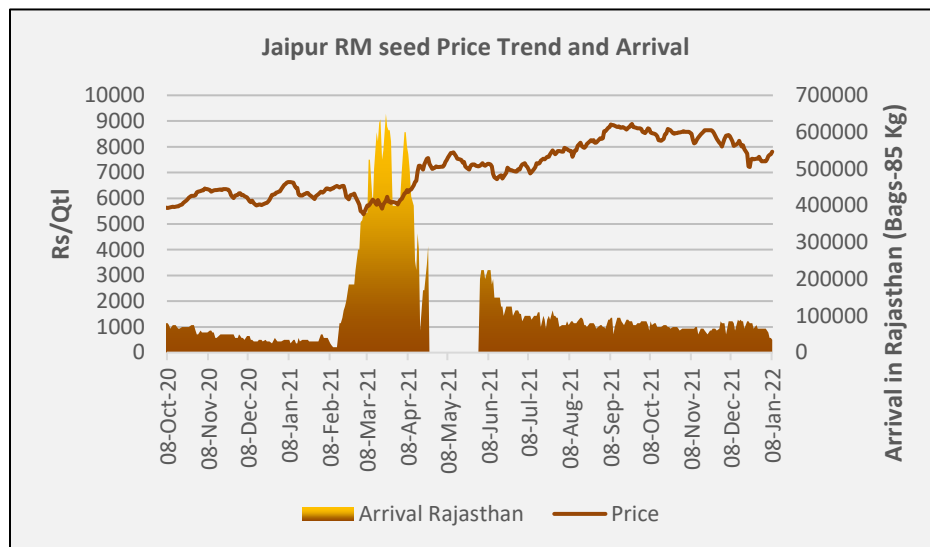
Technical Commentary:

- This week soybean prices at Indore mandi increased to Rs.6325 per quintal this week, and closed at same level.
- 61.8% Fibonacci level of the previous up move has emerged as a good support.
- Immediate resistance is seen at 6700, characterized by multiple recent tops, and the next resistance is seen at 6855, which is 50% Fibonacci retracement level.

Rapeseed - Mustard Seed

This week RM seed prices rebounded from lower level amid tight arrival and weather concern in few pockets of Rajasthan, Madhya Pradesh and Uttar Pradesh. Additionally ICE Canola too underpinned the domestic RM seed prices.

Rapeseed Mustard weekly average price rebounded by 1.4% to Rs.7,633/Qtl, as compared to Rs 7,528/Qtl last week. The market made a low of 7,438 and high of 7,813 during the week. In Sri Ganganagar, the weekly average prices of rapeseed oilcake too went up by 0.60% to Rs 2,904/Qtl from previous week at Rs. 2,887/qtl.

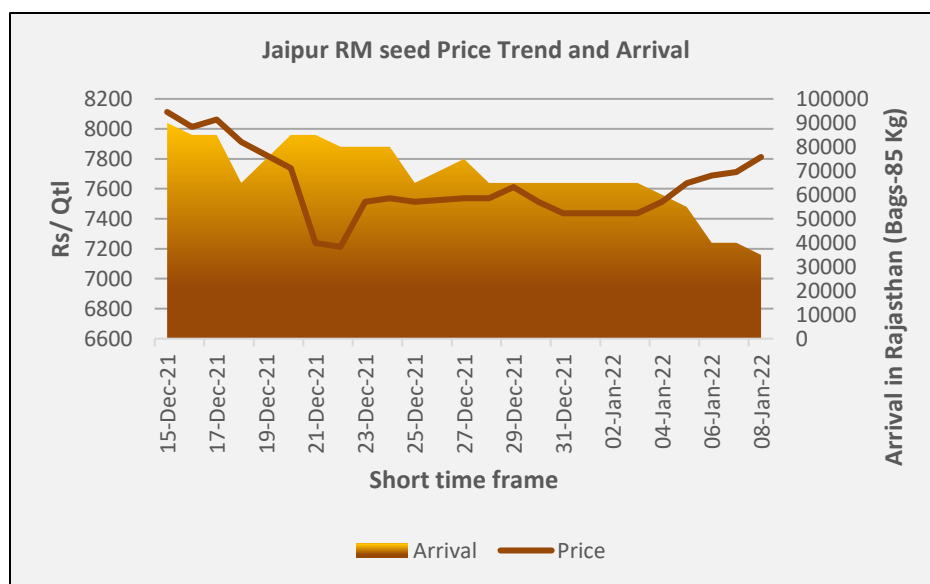


This week in Rajasthan, total mustard arrival stood at 2.95 lakh bags as compared to previous week at 3.35 lakh bags.

As per Agriwatch estimates, till 31st Dec'21 78.3 lakh tonne crushing has been completed. There is no procurement by NAFED and HAFED. Ending stock is estimated at 3.2 lakh tonne.

According to Solvent extractors association of India, India's exports for rapeseed meal during April-Nov'2021 was down 10% at 7,00,613 metric tonnes compared to

7,74,849 metric tonnes during the same period previous marketing season.



The export of rapeseed meal in November'21 is reported at 42,383 metric tonnes against last year 45,050 metric tonnes during the same period i.e. down by 6%.

According to GOI, as on 31st Dec, All India Mustard sowing is up by 22.5% at 88.54 Lakh Ha compared with 72.30 Lakh Ha last year.

According to Central Organization for Oil Industry and Trade (COOIT) production of the mustard to increase to a record 100-110 lakh tonnes this season.

As per sources, hailstorm in few pockets of Jhalawar, Kota and western Uttar Pradesh have caused mild damage to mustard flower, overall crop condition seems good.

Mustard sowing expected to end with 18-20% increase in acreage as farmers are opting mustard over other crops amid lucrative prices.

Rajasthan govt. has imposed stock limit on oil seeds and edible oils on 26th Nov'21 till 31st March 22. Stock limit for Mustard seed, Toria, Taramira and Rayda for whole sellers is 2000 Qtl and retail trader oilseed storage limit pegged at 100 Qtl.

Rapeseed Mustard sowing progress		As on 31st Dec'21		
	Normal area	2021-22	2020-21	% Change
Rajasthan	25.51	35.27	25.66	37.5%
Uttar Pradesh	6.95	14.08	12.33	14.2%
Madhya Pradesh	6.91	11.36	7.79	45.8%
Haryana	5.63	7.67	6.10	25.7%
West Bengal	5.50	5.40	5.72	-5.6%
Gujarat	1.96	3.35	2.14	56.7%
Assam	2.89	3.08	3.16	-2.4%
Jharkhand	2.60	3.01	3.91	-23.1%
Bihar	0.82	1.46	1.41	3.5%
Chhattisgarh	0.44	1.16	1.40	-16.7%
Odisha	0.08	0.80	0.95	-15.7%
Jammu And Kashmir	0.48	0.31	0.28	8.6%
Arunachal Pradesh	0.28	0.00	0.00	6.7%
Uttarakhand	0.15	0.17	0.17	0.0%
Nagaland	0.28	0.20	0.25	-22.8%
Sikkim	0.03	0.03	0.03	-0.9%
Others	1.06	1.19	1.00	18.9%
Total	61.55	88.54	72.30	22.5%
Data source-GOI		Area in Lakh ha		

International

USDA in its December'21 report, Canada canola production estimates pegged at 12.6 MMT Vs 19.48 MMT previous year, China at 14 MMT Vs 14 MMT last year, EU at 17.25 MMT Vs 16.28 MMT previous year.

According to USDA December'21 report, Canada canola exports estimated down to 5.3 MMT Vs 10.51 MMT last year.

Lower canola production in Canada has disrupted exports and major importers likely turn to Australia to offset displaced imports.

ICE Canola closed higher this week at \$1055 as compared to \$1012 previous week. Lower production in Canada and canola global dynamics has pushed ICE canola near all time high.

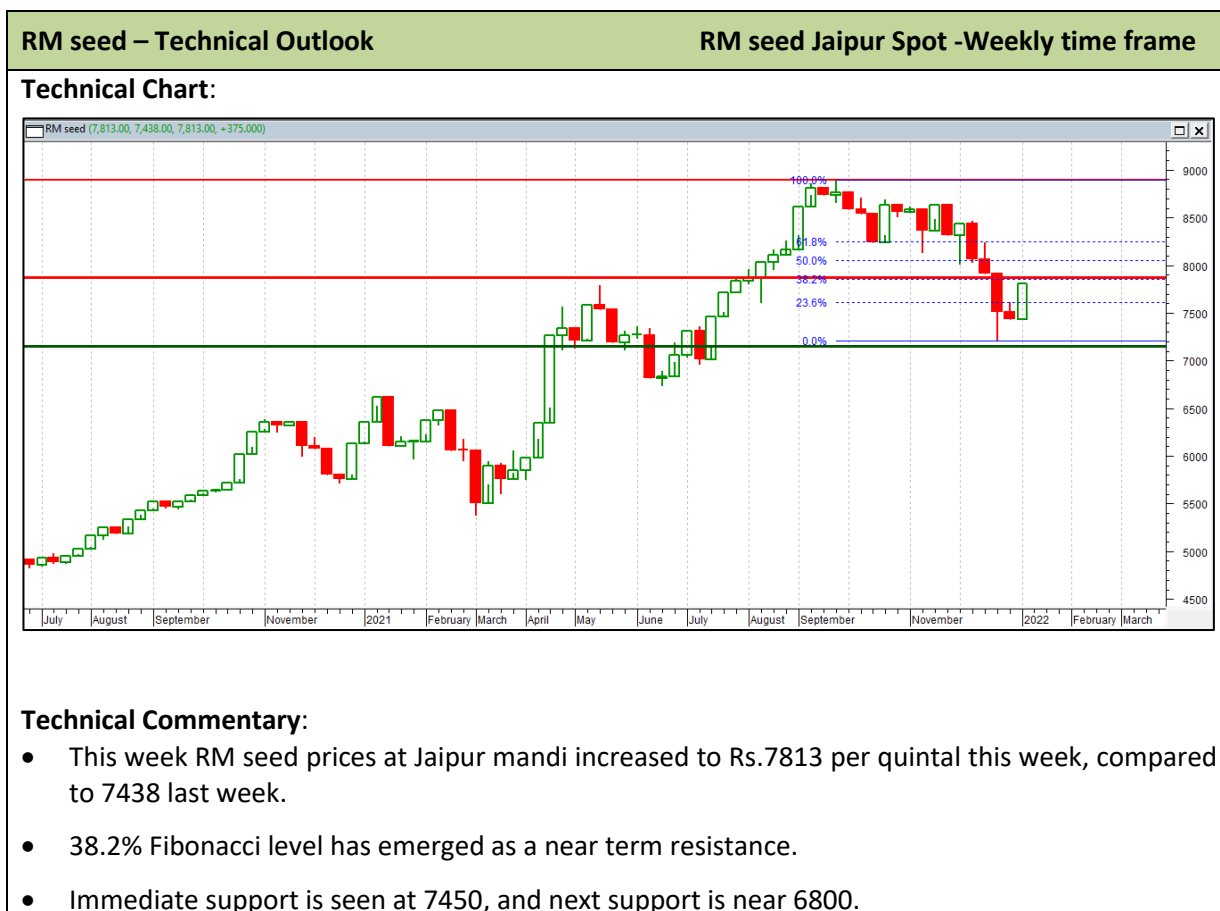
Lower canola production in Canada has disrupted exports and major importers likely turn to Australia to offset displaced imports.

Canada canola production is down by 31% as compared to five-year average, yield down by 32%. However, area stood 1% up as compared to five-year average. Canola importers may switch to other countries such as

Ukraine, Australia, for substitutes amid lower production. There will be very little canola left for export in Canada.

Technical Analysis

(Based on Jaipur Mandi prices)



Outlook: RM Seed is expected to trade range bound with firm bias on weather concern and tight arrival in near term. Additionally, underpinned by strength in ICE canola. However, RM seed prices likely to correct from first week of Feb'21 as new crop arrival pickup.

Annexure

Soy DOC Rates at Different Centers				
Centres	Ex-factory rates (Rs/ton)			Parity To
	08-Jan-22	03-Jan-22	Change	
Indore - 45%, Jute Bag	53000	52000	1000	Gujarat, MP
Kota - 45%, PP Bag	55000	53700	1300	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	58000	57000	1000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	56000	56000	Unch	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	56000	55000	1000	Andhra, AP, Kar, TN
Latur	56000	55000	1000	-
Sangli	56000	57500	-1500	Local and South
Solapur	54500	54300	200	Local and South
Akola – 45%, PP Bag	56348	55304	1044	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	53000	53000	Unch	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	57000	57000	Unch	-

Soy DOC at Ports			
Centers	Port Price		
	07-Jan-22	31-Dec-21	Change
Kandla (FOR) (INR/MT)	52700	56000	-3300
Kandla (FAS) (USD/MT)	753	727	26
CNF Indonesia – Yellow SBM (USD/MT)	NA	-	-

Rapeseed Meal	07-Jan-22	31-Dec-21	Change
FAS Kandla (USD/MT)	290	390	-100
FOR Kandla (Rs/MT)	23000	22850	150
FOR Mundra (Rs/MT)	NA	23000	-
CNF Indonesia (USD/MT)	375	350	25

International Soy DOC			
Argentina FOB USD/MT	07-Jan-22	31-Dec-21	Change
Soybean Pellets	470	453	17
Soybean Cake Flour	470	453	17
Soya Meal	NR	-	-
Soy Expellers	NR	-	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	08-Jan-22	03-Jan-22	Change
Adoni	30000	30000	Unch
Khamgaon	NA	-	-
Parli	NA	-	-
Latur	29500	29000	500

Groundnut Meal (Rs/MT)	08-Jan-22	03-Jan-22	Change
Basis 45%, Saurashtra	37500	38000	-500
Basis 40%, Saurashtra	32000	34000	-2000
GN Cake, Gondal	38500	40000	-1500

Mustard DOC	08-Jan-22	03-Jan-22	Change
Jaipur (Plant delivery)	23500	23000	500
Kandla (FOR Rs/MT)	24000	23700	300

Mumbai Oil Meal Quotes:			
Rs/M.T.	08-Jan-22	03-Jan-22	Change
G.N. Extr (45%)	38000	38500	-500
Kardi Extr	NA	-	-
Undec Cottonseed Exp	38500	35500	3000
Rice Bran Extr.	NA	-	-
Sunflower Extr.	31000	30000	1000
Rapeseed Extr.	NA	-	-
Soymeal 48%	56348	55304	1044
Castor Extr.	10650	9450	1200

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 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 tonnes vs 11.2 million tons last year.
- Groundnut – 8.25 million tonnes vs 8.55 million tons last year.

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

India's Oilseeds Production Seen at 361.0 Lakh Tonnes vs 365.7 Lakh Tonnes 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 tonnes which is higher by 2.88 million tonnes than the production during 2019-20. Further, the production of oilseeds during 2020-21 is higher by 5.56 million tonnes than the average oilseeds production of 30.55 million tonnes.

- Groundnut – 102.1 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 – 129 lakh tonnes vs 112.26 lakh tonnes
- Sunflower – 2.24 lakh tonnes vs 2.13 lakh tonnes
- Rapeseed-mustard – 10.11 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 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

	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%

Area in Lakh Hectares

Source- GOI

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 97.07 lakh hectares, up 20% from 80.64 lakh ha in the corresponding period of last year. Of the major oilseeds, rapeseed-mustard sowing is reported up by 22% at 88.54 lha compared to 72.30 lha during the corresponding period of last year. Groundnut at 3.64 lha vs 3.66 lha, safflower at 0.68 lha vs 0.54 lha, sunflower at 1.01 lha vs 0.87 lha, linseed at 2.57 lha vs 2.64 lha, and other 0.1 lha vs 0.09 lha during the same period last year.

Area in Lakh Hectares

Source: MoA, GOI

Crop	Normal Area (5 Year Avg.)	As on 31st Dec 2021	As on 31st Dec 2020	% Change
Rapeseed/Mustard	61.55	88.54	72.30	22%
Groundnut	7.05	3.64	3.66	-1%
Safflower	0.9	0.68	0.54	26%
Sunflower	1.86	1.01	0.87	16%
Linseed	2.53	2.57	2.64	-3%
Others	0.04	0.10	0.09	11%
Total Oilseeds	73.9	97.07	80.64	20%

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