

Oil Meal Weekly Research Report

Contents

- ❖ **Executive Summary**
- ❖ **Outlook – Cash Market**
- ❖ **Soybean – Domestic & International**
- ❖ **Soy meal**
- ❖ **Technical Analysis - Soybean**
- ❖ **Rapeseed - Mustard**
- ❖ **RM Seed Supply, Rajasthan**
- ❖ **Technical Analysis – RM Seed**
- ❖ **Annexure – Prices etc.**

Executive Summary

The weekly average domestic soybean prices remained sideways this amid low crushing. Soybean prices at Indore plant went barely up by 1.3% compared to a week ago.

Indore weekly average soymeal prices too remained sideways and went barely down by 1.2% as compared to previous week.

RM seed prices continued weakness went down by 2.2%, and expected to correct further on new crop arrivals. And stock limit by the government is likely to keep RM seed prices under pressure.

RM seed arrivals went up by 56% to 34.35 lakh bags in Rajasthan and all India arrivals went up by 61% to 67.50 lakh bags.

According to Solvent extractor association of india, India's January'2022 soymeal exports declined by 81% to 52,771 metric tonne compared to 2,83,167 metric tonne in the same period last year.

RM seed traders are seeking for stock limit removal, as arrivals is picking up in mandis and between 15th March to 30th April around 60% of produce arrives in the market, In Oct'21 Rajasthan government had imposed stock holding limit of 2000 qtl for whole seller and 200 qtl for retailer till 31st March 2022.

Overall Oilseed complex likely to remain bullish due to supply concern, as india import 90% of sunflower from Russia and Ukraine where conflict is going on. 85% of soy oil imported from Argentina and Brazil where weather concern has resulted into production cut. And almost all palm oil demand are met from Indonesia and Malasiya where less production coupled with export restriction by government underpinning prices. Additionally, higher crude oil prices pushing oedible oil prices.

Outlook – Cash Market

Outlook - Soybean (Spot, Nagpur): The soybean prices are expected to trade range bound with firm bias on the back of CBOT soybean. The prices (Indore, Plant basis) are expected to feature range bound movement in the price band of 7,200 – 7,800 level in the near term.

Outlook – Soy meal:

Soymeal prices are likely to trade range bound with firm bias in tandem with soybean prices. The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 57,000 – 62,000 /MT.

Outlook - Rapeseed-Mustard (Spot, Jaipur basis): Rapeseed-mustard is expected trade range bound with weak bias amid new crop arrivals. The seed prices are likely to trade in the range between 6,500 – 7,000/Qtl. in the short-run.

Soybean

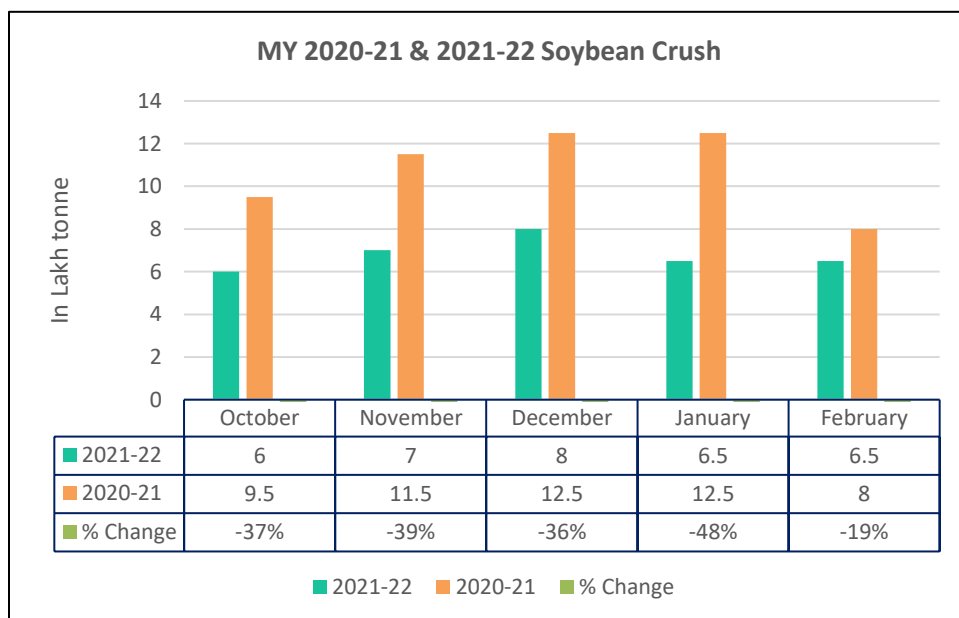
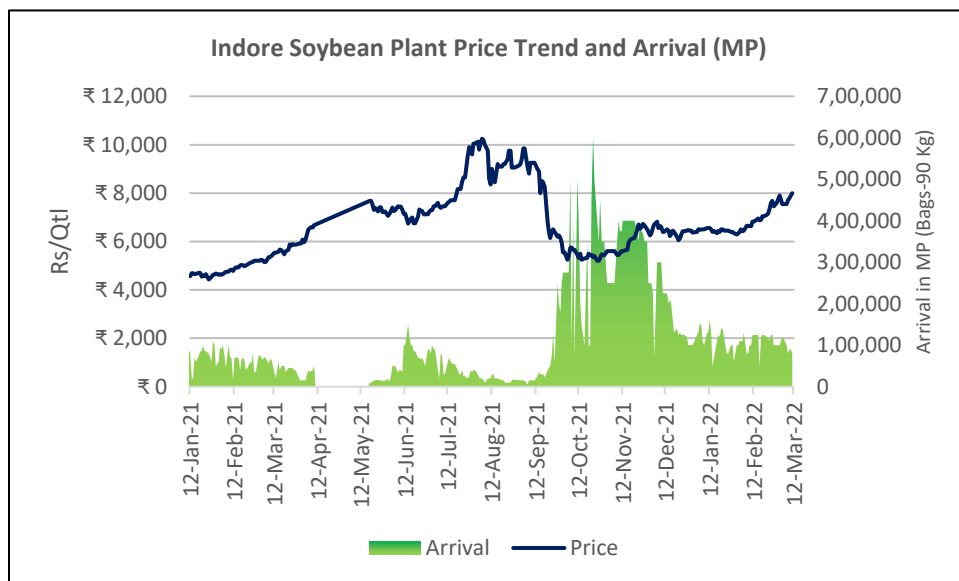
This week, soybean Indore plant weekly average prices continued gains on the back of domestic supply concern and multimonth high CBOT soybean.

The average weekly price of soybean at Indore plant went up by 1.3% to Rs. 7,750 a quintal, compared to Rs.7,650 a week ago. The market made a low of 7,550 and high of 8,000 during the week. Supply concern in oilseed complex and multimonth high CBOT soybean prices underpinning soybean prices.

This week, the total arrival in MP stood at 5.55 Lakh bags vs 5.3 Lakh bags last week. In Maharashtra arrivals stood at 5.70 lakh bags Vs 5.35 lakh bags last week and in Rajasthan the arrivals stood at 0.66 lakh bags vs 0.63 lakh bags previous week.

According to Soybean Processors Association of India, February'22 crushing stood 19% lower at 6.5 lakh tonnes as compared to 8 lakh tonnes previous year same period. While soybean crushing till february this oil year year was remained low

by 37% at 34 lakh tonnes compared to 54 lakh tonnes previous year. Additionally, soymeal production is expected to be lower at 27.14 lakh tonnes in the ongoing oil year compared to 43.10 lakh tonnes previous year.



This MY 2021-22 arrivals have reached 55 lakh tonnes till end of the feb'22, about 46% of the crop size. Farmers are still holding majority of the soybean crop in anticipation of better prices. Farmers have sold 21% less crop this year as compared to last season.

According to SOPA estimates, soymeal demand in food sector is up by 33% to 8 lakh tonnes in MY 2021-22 from previous year at 6 lakh tonnes. In the Oct'21-Feb'22 soymeal offtake in food sector was estimated at 3.45 lakh tonnes from 2.55 lakh tonnes in same period last year.

USDA in Its March'22 estimates reported that upon rising soyoil prices, soybean oil used for biofuel is reduced this month to 10700 million pounds as compared to 11000 million pounds in Feb'22.

Impact of Russia- Ukraine conflict on soybean- According to USDA, Russia is estimated to import 2.1 MMT in 2021-22 which is 1.29% of the global soybean import, Russia usually import soybean from Brazil, Argentina and Paraguay. Indian soybean demand may increase in global market, However higher domestic soybean as compared to competing countries is a major concern.

Additionally, bullish crude oil prices which is hovering above \$109/ barrel, pushing soy oil prices even higher on supply concern and geopolitical crisis. Domestic soy bean prices too went up on the back of bullish crude oil and CBOT soybean.

According to data from Department of Commerce, India's soybean import decreased in the month of Jan'22 to 10,242 tonnes compared to 26,092 tonnes during same period last year. However, the imports were higher compared to previous month at 4,446 tonnes. India's soybean export increased in the month of Jan'22 to 6,655 tonnes compared to 5,612 tonnes during same month previous year. SOPA has revised downward soy import for MY 2021-22 to 3.5 lakh tonnes. While previous year country had imported 5.47 lakh tonnes.

On 03rd of Feb22, Department of Food and Public Distribution has issued a stock limit notification on oilseed and edible oil rolling over earlier stock limit which was issued on 8th oct'21 and was expected to expire on 31st march'22. In its recent notification Govt. has imposed stock limit on edible oil and oil seed with specified quantities till 30th June22. However, six states, Uttar Pradesh, Karnataka, Himachal Pradesh, Telangana, Rajasthan and Bihar are exempted from the quantities specified, as they have already imposed stock limit. And few exceptions have been given to importer and exporter.

Stock limit by Department of Food and Public Distribution, As on 3rd February, 2022					
Name of Essential Commodity	Retail	Wholesale	Bulk consumers (Big chain retailers shops)		Processor
			Retail outlets	Depot	
Edible Oil	30 Qtl	500 Qtl	30 Qtl	1000 Qtl	90 days of storage capacity
Edible Oilseeds	100 Quintals	2000 Quintals	-----		90 days production of edible oils, as per daily input production capacity

Solvent Extractors Association (SEA) reported India's Soy oil imports in Jan'22 down by 0.3% m-o-m to 3.91 lakh tons as compared to 3.92 lakh tons in Jan'21. Additionally, soy oil import in Jan'22 went up by 341% as compared to previous month. The import of soybean oil is up due to decline in domestic crushing triggered by low soymeal demand and tight crush margin.

As per 2nd Advance Estimates, released by the Department of Agriculture and Farmers Welfare, the estimated production of soybean during 2021-22 is 131.16 lakh tonne vs 128.97 lakh tonne last year.

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

International:

CBOT March soybeans remained volatile amid Russia Ukraine conflict and weekly closing remained sideways and went barely down by 0.87% to \$ 16.90 a bushel for the week ended 11th March. May futures too remained sideways and went barely down by 0.93% to \$ 16.76 a bushel. Weather concern in south American continent and record high crude oil prices kept CBOT soybean prices at multi month high.

According to USDA March'22 report, 2021-22 US soy production kept unchanged at 120.70 MMT as compared to previous month while last year it was 114.74 MMT.

However, Argentina's 2021-22 soy production slashed by 1.5 MMT to 43.5 MMT as compared to previous month at 45MMT while last year it was 46.20 MMT, Brazil soy production too slashed by 7 MMT to 127 MMT as compared to previous month at 134 MMT while last year it was 138 MMT. Dry weather conditions in south America have resulted in production cut.

USDA in its March'22 estimates, China's 2021-22 soybean import slashed by 3 MMT at 94 MMT as compared to previous months estimates at 97 MMT and previous year at 99.7 MMT.

AgRural has slashed its previously estimated Brazil soybean production by 5.7 MMT. Earlier it was estimated to 128.5 MMT but it has now been reduced to 122.8 MMT. Dry weather condition prevailing in Argentina and Brazil has adversely affected soy yield. Brazil's 2021-22 soybean harvesting has reached to 55% as compared to 35% last year same period.

According to China's customs data, China's soybean imports in Jan-Feb'22 rise 4.1% to 13.94 MMT as compared to previous year at 13.41 MMT.

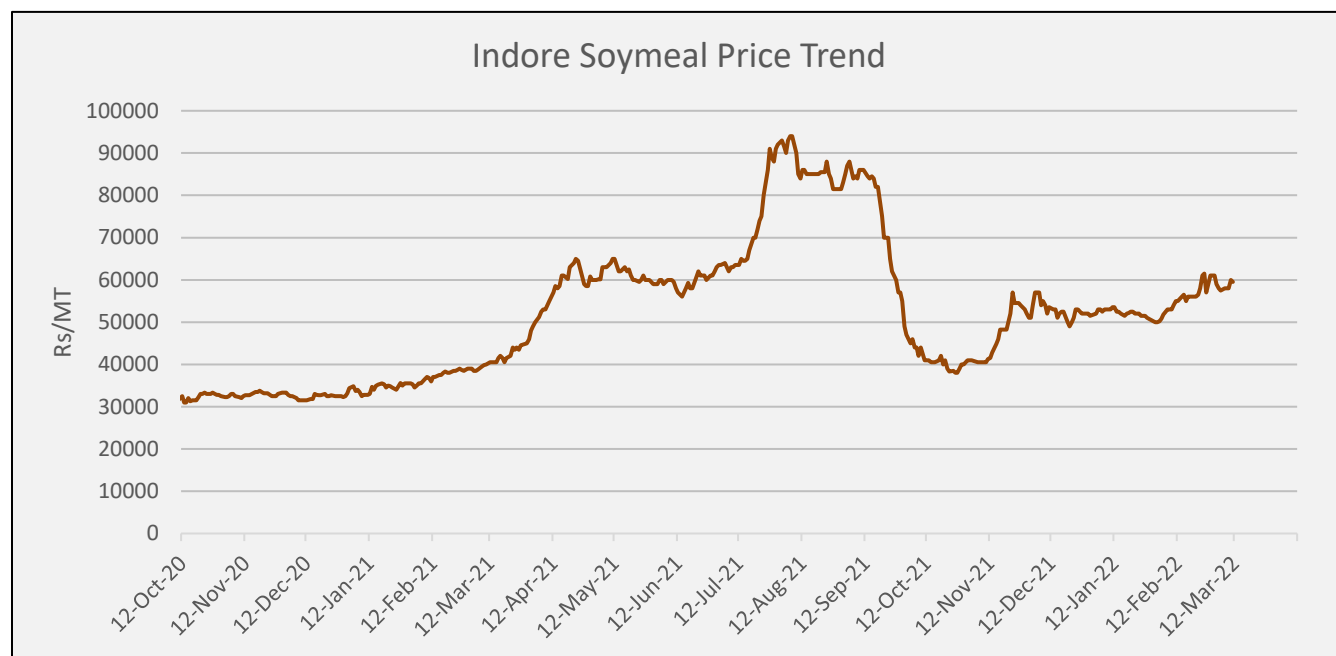
CONAB in its March'22 estimates, again slashed Brazil 2021-22 soybean production by 2.7 MMT to 122.7 MMT. According to National Association of Grain Exporters (ANEC), Brazil's soy export in Jan'22 stood at 2.4 MMT compared with 0.51 MMT in the same month last year.

According to sources, China's multiple soybeans crushing plants shut down because of soybean shortage. According to Xinhua news agency, China can reduce its soybean demand by 30 MMT by promoting alternate feed options.

Outlook: Soybean prices likely to continue trading rangebound with firm bias amid strength in oilseed complex. Bullish CBOT soybean which is trading at multi month high and record crude oil prices underpinning domestic soy oil prices in near term. We expect prices of soybean at Indore plant to trade in the range of Rs.7,200/Qtl to Rs 7,800/Qtl in near term.

Soymeal

This week Indore weekly average soymeal prices remained sideways amid low crushing in the month of February as compared to previous year same period.



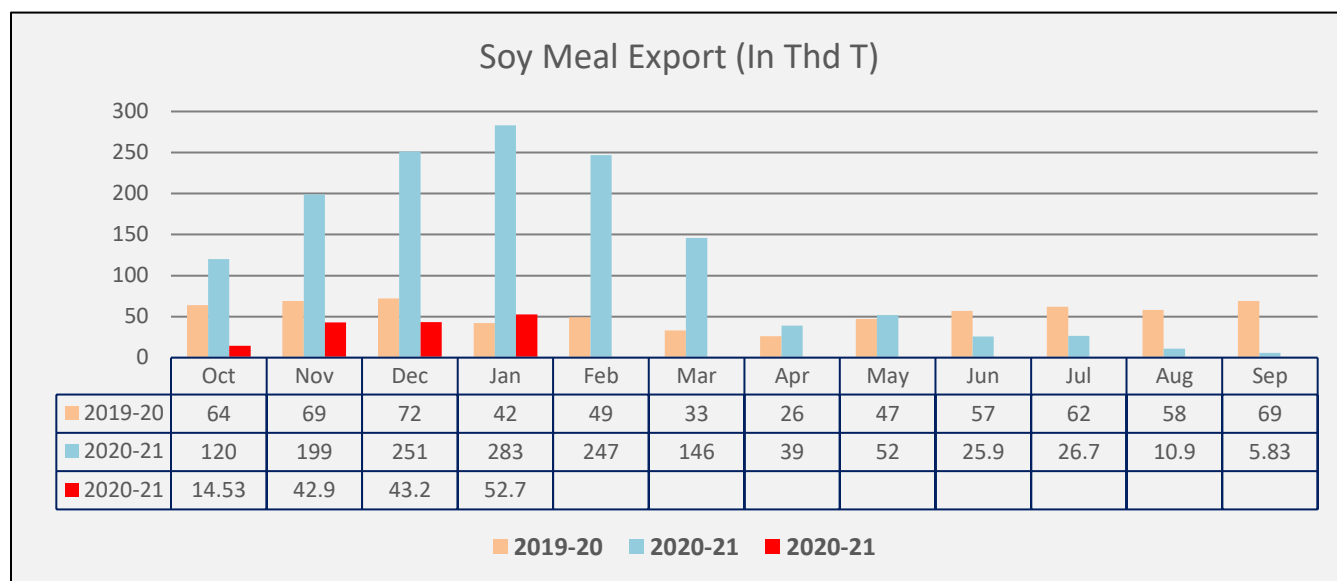
The weekly average prices of soymeal remained sideways and went barely down by 1.2% to Rs 58,500 /MT and was quoted between Rs 57,500 – 60,000/MT throughout the week. This compares with previous week's average of Rs 59,200/MT.

At Latur, the weekly average went down to Rs. 64,333/MT compared to Rs. 66,500/MT a week ago, in Nanded too it went down to Rs. 63,083/MT compared to Rs. 63,800/MT a week ago. In Kota the meal prices were up to Rs. 64,133/MT compared to Rs. 63,400/MT previous week.

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. We think the stock limit on soymeal will have minimal impact as crushers store soymeal generally for 10-15 days. As per Agriwatch estimates, total production of soymeal in the country for MY 2021-22 is likely to be 80 lakh tonnes. Annual soymeal consumption stands between 60-65 lakh tonnes while 15-18 lakh tonnes soymeal is exported annually. So, demand and supply of soymeal in the country seems balanced.

Monday, March 14, 2022

Currently India is outpriced for soybean meal export in Feb'22, FAS Kandla average price is quoted at USD 800/MT, Argentina FOB soymeal USD 505/MT. SBM FAS kandla is still outpriced by USD 295. Usually, FAS Kandla trades slightly higher than other GM soymeal but 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 too due to non-competitive prices in global markets.



According to Solvent extractor association of India, India's January'2022 soymeal exports declined by 81% to 52,771 metric tonne compared to 2,83,167 metric tonne in the same period last year. Further, the soymeal shipments too declined by 73% to 3,15,108 metric tonne in aggregate, during the months (April-Jan.) of Financial Year 2021-22 compared to 11,71,369 metric tonne 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. We expect lower soymeal export in January and February too as Indian soymeal prices are much higher as compared to Argentina and Brazil FOB prices.

Additionally, export of oilmeals for the month of Jan'2022 provisionally reported at 1,76,815 tonne compared to 5,01,552 tonne last year same period i.e. down by 65%. The overall export of oilmeals during April – Jan'2022 is reported at 19,43,888 tonne compared to 29,69,116 tonne i.e. down by 35%.

According to USDA March'22 report, 2021-22 soymeal production is estimated higher at 8.16 million tonne Vs 8 MMT previous month and 7.6 million tonne last year. However, ending stock is estimated higher at 6.27 lakh tonne vs last year it was estimated at 3.82 lakh tonne. As per Agriwatch estimates, 2021-22 soy production is pegged higher at 12 MMT as compared to 10.5 MMT previous year.

Monday, March 14, 2022

Outlook: Soybean meal prices are expected to continue trade range bound with firm bias in tandem with soybean prices in the range of 57,000-62,000/ MT despite tight crushing and weak export demand due to incoMETITIVE prices in global markets.

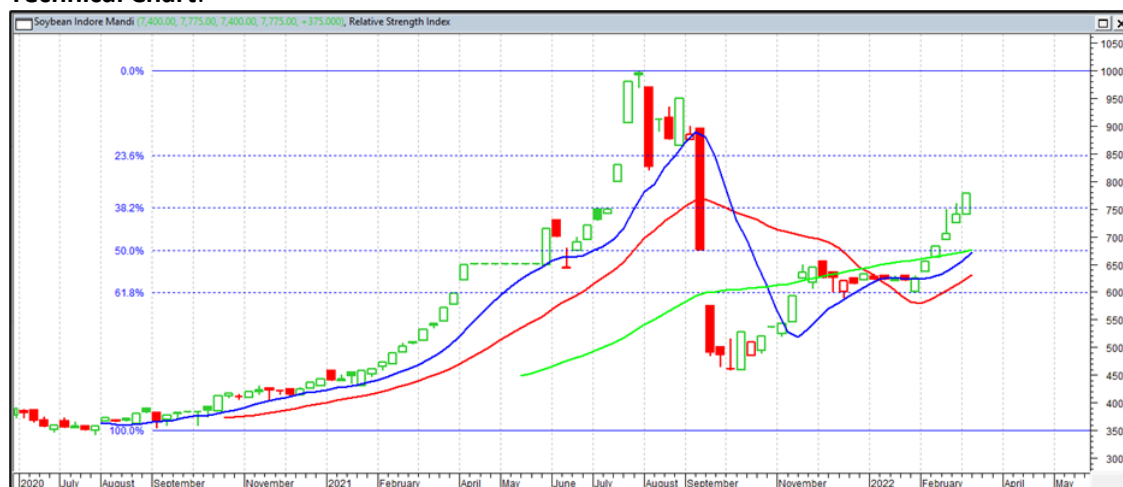
Technical Analysis

(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 went up and closed at 7775 as compared to previous week closing at 7400, during the week, market made a low of 7400 and a high of 7775.
- Currently trading above 9-, 18- and 50-day moving average, indicating bullish momentum in near term.
- 61.8% Fibonacci level of the previous up move has emerged as a good support and 23.6% Fibonacci level emerged as near resistance.

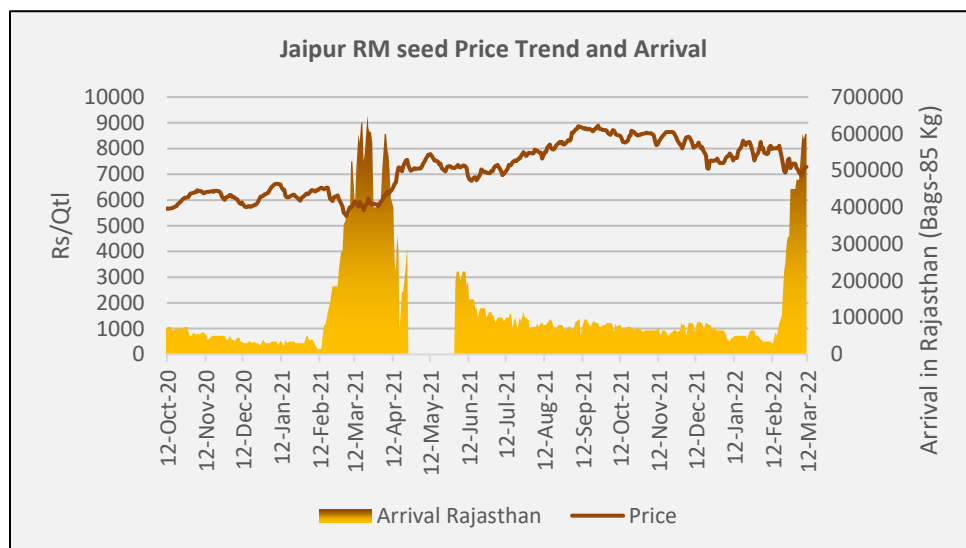
Recommendation-

Market participants are recommended to Buy near of 7000-7300 level and sell near level of 7500-7600.

Rapeseed - Mustard Seed

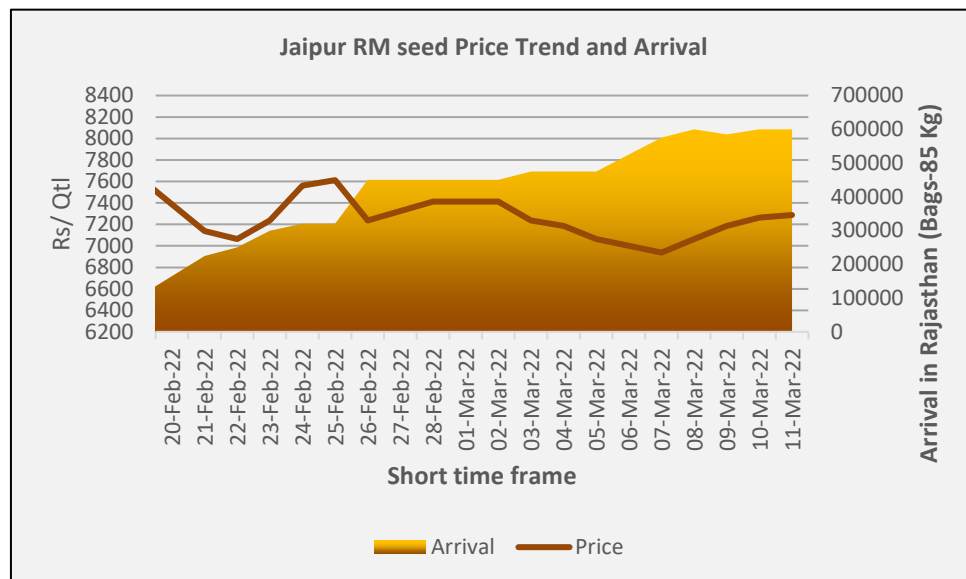
This week RM seed Jaipur average prices went down and witnessed loss amid new crop arrivals and record acreage in the country.

Rapeseed Mustard weekly average price went down by 2.2% to Rs.7,133/Qtl, as compared to Rs 7,297 /Qtl last week. The market made a low of 6,937 and high of 7,287 during the week. In Sri Ganganagar, the weekly average prices of rapeseed oilcake remained sideways at Rs 2,929/Qtl from previous week at Rs. 2,927/qtl.



USDA in its March'22 reports India's 2021-22 production estimated at 108 lakh tonnes, crushing estimated at 96.50 lakh tonnes as compared to 75 lakh tonnes.

RM seed traders are seeking for stock limit removal, as arrivals is picking up in mandis and between 15th March to 30th April around 60% of



produce arrives in the market, In Oct'21 Rajasthan government had imposed stock holding limit of 2000 qtl for whole seller and 200 qtl for retailer till 31st March 2022.

New crop arrivals have commenced in early sown regions. Eastern Rajasthan districts such as Alwar and Bharatpur are expected to witness new crop arrivals in first fortnight of March and peak arrivals is likely to be

Monday, March 14, 2022

around mid-march. While western and north Rajasthan is likely to witness new crop arrivals from first week of March and peak arrivals is likely to be around last week of March. In Uttar Pradesh, arrivals likely to pickup from last week of February while in Madhya Pradesh, arrival is likely to pick up from first week of March.

New mustard crop arrivals is picking up. This week in Rajasthan, total mustard arrivals went up by 56% at 34.35 lakh bags as compared to previous week at 22 lakh bags. All india arrivals stood at 67.5 lakh bags vs 42 lakh bags previous week.

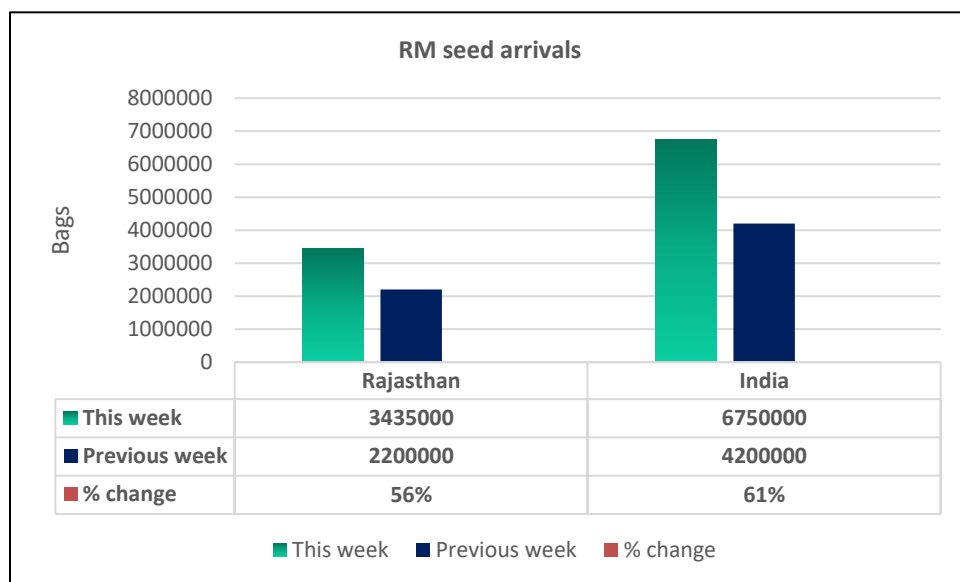
Mustard acreage for MY 2022-23 is markedly higher compared to previous years, driven by high realized prices

during the previous marketing year. The acreage under mustard seed is significantly higher compared to the previous year in all major states- Rajasthan, Uttar Pradesh, Madhya Pradesh, Haryana, West Bengal and Gujarat. As per Agriwatch 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.

As per 2nd Advance Estimates, released by the Department of Agriculture and Farmers Welfare, the estimated production of RM seed during 2021-22 is 114.59 lakh tonne vs 102.1 lakh tonne last year.

According to GOI, as on 04th Feb'22, All India Mustard sowing is up by 25.3% at 91.63 Lakh Ha compared with 73.12 Lakh Ha last year.

According to Solvent extractor association of india, India's exports for rapeseed meal during April-Jan'2022 was down 26% at 7,29,757 metric tonne compared to 9,90,955 metric tonne during the same period previous marketing season.



	Normal area	As on 04th Feb'22		
		2021-22	2020-21	% Change
Rajasthan	25.51	35.27	25.66	37.5%
Uttar Pradesh	6.95	14.17	12.33	14.9%
Madhya Pradesh	6.91	11.72	7.81	50.1%
Haryana	5.63	7.67	6.10	25.7%
West Bengal	5.50	6.09	5.85	4.1%
Gujarat	1.96	3.40	2.15	58.5%
Assam	2.89	3.20	3.16	1.0%
Jharkhand	2.60	4.05	4.31	-6.0%
Bihar	0.82	1.52	1.50	1.3%
Chattisgarh	0.44	1.41	1.40	1.1%
Odisha	0.08	1.11	1.05	5.8%
Jammu And Kashmir	0.48	0.31	0.29	7.7%
Arunachal Pradesh	0.28	0.28	0.28	0.0%
Uttrakhand	0.15	0.18	0.18	0.0%
Nagaland	0.28	0.24	0.26	-7.8%
Sikkim	0.03	0.03	0.03	0.0%
Total	61.55	91.63	73.12	25.3%
Data source-GOI			Area in Lakh ha	

The export of rapeseed meal in Jan'22 is reported at 16,164 metric tonne against 74,240 metric tonne during the last year same period i.e. down by 78%. Rapeseed meal export remained lower due to less availability of seeds for crushing.

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

International

USDA in its March'22 report, estimated Canada canola production estimates at 12.6 MMT Vs 19.48 MMT previous year, China at 14 MMT Vs 14 MMT last year, EU at 17.15 MMT Vs 16.2 MMT previous year.

According to USDA March'22 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.

According to Agriculture and Agri-Food Canada's (AAFC) For 2021-22, canola supplies have tightened as compared to last year, declining 37% to 14.5 MMT, due to a 49% drop in carry-in stocks and 35% lower production following last summer's drought-reduced production in Canada.

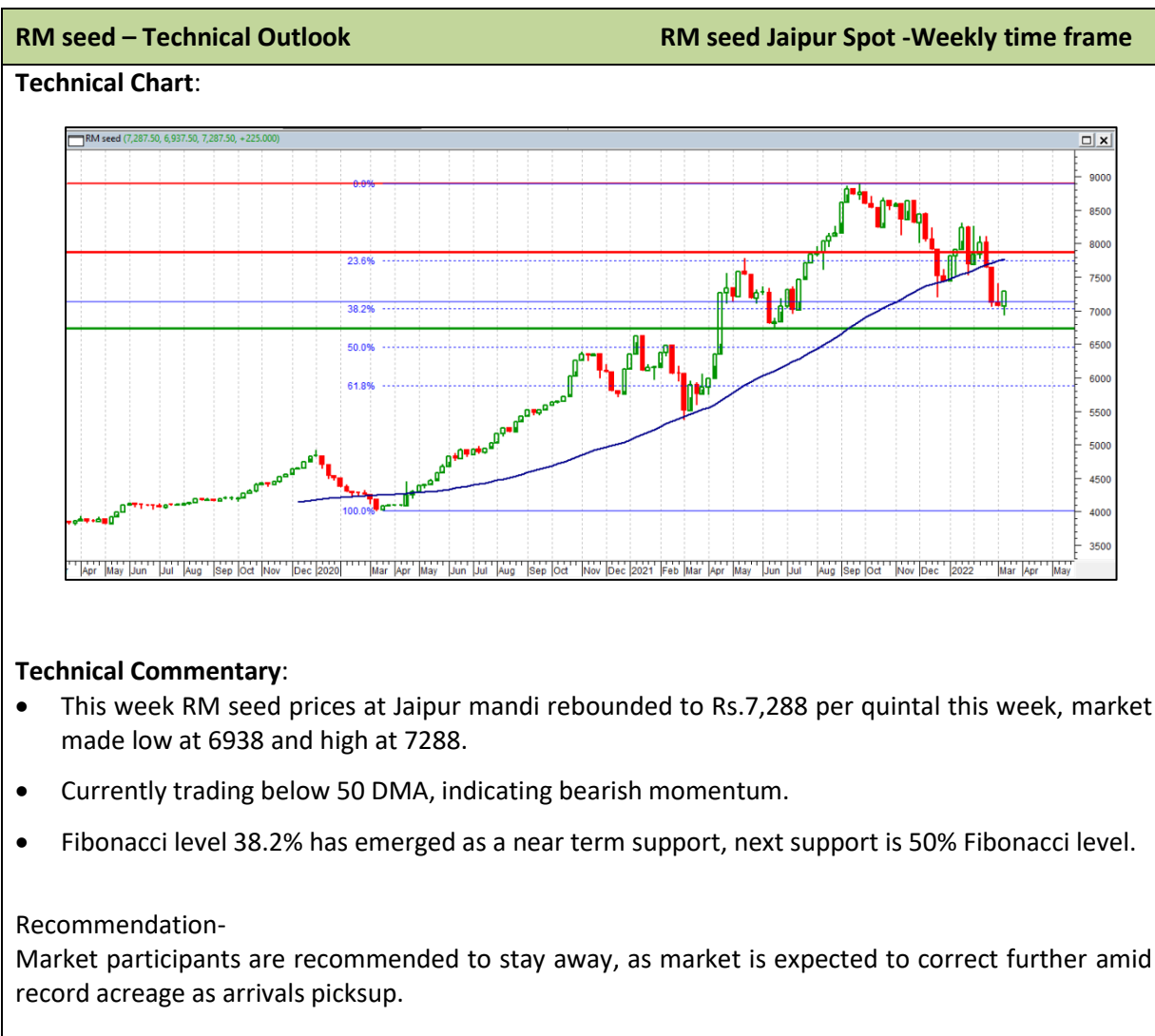
Moreover, tight supplies and strong demand in Canada is underpinning record high prices for canola processing of canola is estimated down by 18% from last year to 8.5 Mt, by comparison exports are expected to fall by 49%, to 5.4 Mt, due to the tight supplies.

Global rapeseed production is revised upwards to 71.11 MMT in USDA's March report from 70.6 MMT in previous report, whereas, on y-o-y comparison it is at downward compared to the 73.16 MMT last year. Global rapeseed oil production is also revised in latest report to 28.30 MMT compared to previous estimate of 28.27 MMT in February while, on y-o-y comparison it is lower compared to 29.16 MMT last year. Production is down for the year due to prolonged heat stress in Canada, whereas upward monthly revision in oil and oilseed is due to record production in India.

Monday, March 14, 2022

Technical Analysis

(Based on Jaipur Mandi prices)



Outlook: RM Seed is expected to trade range bound in the range of 6500-7000 with weak bias amid new crop arrivals.

Monday, March 14, 2022

Annexure

Soy DOC Rates at Different Centers				
Centres	Ex-factory rates (Rs/ton)			Parity To
	11-Mar-22	05-Mar-22	Change	
Indore - 45%, Jute Bag	59500	57500	2000	Gujarat, MP
Kota - 45%, PP Bag	65700	62700	3000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	65000	64000	1000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	62500	61000	1500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	64000	62500	1500	Andhra, AP, Kar, TN
Latur	65000	64000	1000	-
Sangli	59000	59500	-500	Local and South
Solapur	61000	62000	-1000	Local and South
Akola – 45%, PP Bag	59000	60000	-1000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	63500	61000	2500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	65500	62500	3000	-

Soy DOC at Ports			
Centers	Port Price		
	10-Mar-22	04-Mar-22	Change
Kandla (FOR) (INR/MT)	63500	63000	500
Kandla (FAS) (USD/MT)	845	830	15
CNF Indonesia – Yellow SBM (USD/MT)	-	-	-

Rapeseed Meal	10-Mar-22	04-Mar-22	Change
FAS Kandla (USD/MT)	325	315	10
FOR Kandla (Rs/MT)	24300	23200	1100
FOR Mundra (Rs/MT)	-	-	-
CNF Indonesia (USD/MT)	368	358	10

International Soy DOC			
Argentina FOB USD/MT	10-Mar-22	04-Mar-22	Change
Soybean Pellets	577	525	52
Soybean Cake Flour	577	525	52
Soya Meal	-	-	-
Soy Expellers	-	-	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	11-Mar-22	05-Mar-22	Change
Adoni	30000	30000	Unch
Khamgaon	-	-	-
Parli	-	-	-
Latur	29000	29000	Unch

Groundnut Meal (Rs/MT)	11-Mar-22	05-Mar-22	Change
Basis 45%, Saurashtra	43000	49000	-6000
Basis 40%, Saurashtra	39000	44000	-5000
GN Cake, Gondal	44000	49000	-5000

Mustard DOC	11-Mar-22	05-Mar-22	Change
Jaipur (Plant delivery)	23000	22700	300
Kandla (FOR Rs/MT)	24200	23300	900

Mumbai Oil Meal Quotes:			
Rs/M.T.	11-Mar-22	05-Mar-22	Change
G.N. Extr (45%)	43000	45000	-2000
Kardi Extr	-	-	-
Undec Cottonseed Exp	36500	36500	Unch
Rice Bran Extr.	-	-	-
Sunflower Extr.	30000	32500	-2500
Rapeseed Extr.	-	-	-
Soymeal 48%	62870	61304	1566
Castor Extr.	13150	12550	600

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 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

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

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>
 © 2022 Indian Agribusiness Systems Limited