

**Oilseeds Domestic Fundamentals:** Soybean Indore plant prices closed up amid tight supply as compared to previous day in Madhya Pradesh. However, In Jaipur, RM seed prices closed steady despite tight supply.

The government has sent a proposal to the Centre to reduce the germination capacity of soybean seeds from 70 percent to 60 percent. Record rise in soybean continues, SOPA writes to the exchange, fears of betting.

Soyabean has is witnessing upper circuit in recent trading session. supply of soybean is very tight, while there is still more than two months left for the crop to arrive, but despite this, the industry does not consider such a rise in futures to be justified.

Floods cause crop losses on 1.5 lakh hectares in Maharashtra, the preliminary crop loss is pegged at 1.5 lakh hectares but may increase.

As of now, crop damage has been reported in Pune, Kolhapur, Sangli, Raigad, Ratnagiri, Palghar, Thane, Parbhani, Nanded, Akola, Washim, Nagpur and Wardha. Agricultural land has been submerged in in Konkan, Kolhapur and Sangli.

As per sources about 60-65 percent of soybean oil plants have been closed due to shortage of soybean seeds.

Soybean sowing As On 30, July (Area In lakh Ha)					
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)
Madhya Pradesh	55.86	57.17	49.76	-13%	44%
Maharashtra	38.8	40.74	43.82	8%	39%
Rajasthan	10.39	10.21	9.73	-5%	9%
Karnataka	2.84	3.21	3.73	16%	3%
Gujrat	1.16	1.42	2.17	53%	2%
Telangana	1.98	1.56	1.39	-11%	1%
Others	1.85	1.82	1.55	-15%	1%
Total	112.88	116.13	112.15	-3%	100%

Groundnut sowing As On 30 July (Area In lakh Ha)					
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)
Gujrat	15.74	20.18	18.68	-7%	46%
Rajasthan	6.23	7.06	7.35	4%	18%
Karnataka	4.12	3.57	3.06	-14%	7%
Maharashtra	2.27	1.85	1.83	-1%	4%
Madhya Pradesh	2.28	2.54	3.26	28%	8%
Tamilnadu	2.02	1.36	1.05	-23%	3%
Andhra Pradesh	7.03	6.77	3.27	-52%	8%
Others	2.01	2.42	2.55	5%	6%
Total	41.7	45.75	41.05	-10%	100%

**International Oilseeds Fundamentals:**

★ US Soybean 2020/21 production is projected at 119.88 mmt, unchanged from last month. Harvested area, forecast at 86.7 million acres in the June 30 Acreage report, is unchanged.

- ★ *USDA pegged the 2020/2021 Brazilian soybean production at 137.0 mmt vs. the trade's expectation of 136.1 mmt and the USDA's estimate last month of 137.0 mmt.*
- ★ *For Argentina's soybean 2020/2021 output, the USDA pegged its crop at 46.5 mmt. vs. the trade's expectation of 48.8 mmt and the USDA's June estimate of 48.8 mmt.*
- ★ *For India Production Is projected at 11.20 mmt Unchanged from Last month.*

***China's June soybean imports jump 11.6% from May on surging demand.***

- *10.7 mmt June (+11.6% mom) (-4% yoy)*
- *Jan-Jun totals 49 mmt (+9% yoy)*
- *Recovery from ASF boosting soy demand Pig herd to cross 440M heads in 2021 (+22% yoy)*

***July soybean shipments are expected to drop on declining Brazilian shipments since the bulk of the country's harvest has been collected. Soybeans out of the United States typically dominate the market in the fourth quarter of the year as they are harvested in September and October.***

***Global oilseed production is raised 2.5 million tons to 635.4 million, with higher sunflower seed, rapeseed, cottonseed, and peanuts partly offset by lower soybean output. Russian sunflower seed production is increased 2.0 million tons to 16.5 million, mainly on higher area shown in government planting progress reports***

***World 2021/22 soybean ending stocks came in at 94.49 million tonnes, above the average expectation of 92.60 million (range 91.20-93.50 million) and up from 92.55 million last month as higher stocks for Brazil and Argentina are partly offset by lower Chinese stocks. The USDA revised its estimates for China's soybean imports, with the current 2020-21 season easing 2 million metric tons to 98 million and the upcoming season by 1 million to 102 million metric tons.***

***Canadian canola production is lowered from 20.5 Mmt to 20.2 Mmt as early-season drought conditions impact yields and offset an increase to area, However Chinese Rapeseed production increased 13.8 Mmt to 14 Mmt.***

***Exports for Brazil and Argentina for 2020/21 are reduced as high prices lead to lower shipments to China. China's imports are reduced 2 million tons to 98 million and 1 million tons to 102 million for 2020/21 and 2021/22, respectively.***

***Officials in Argentina's have ordered obligatory talks amid protesting port workers and companies to try and end a ports obstruction that is preventing grain shipments, Workers represented by the UOCRA union claim that construction companies serving agro-export companies pay higher wages at the port facilities. Argentina is the world's top exporter of soybean meal and a major international soybean.***

***The Argentina government approved a measure allowing a reduction in the amount of soy-based biofuel to be mixed into diesel. The new law will likely show a minimum use of biodiesel of 5%, and could drop to 3%, from a 10% blend previous. Lowering the blend rate is likely to spark a jump in soybean oil exports.***

***The Brazilian government raised the mandatory blend of biodiesel into diesel to 12% from 10%, below this year's target of 13% in a bid to rein in fuel inflation amid high soybean prices.***

***The heavy rains that pounded Henan province in central China will cause damage to some hog farms in the major pork-producing region and potentially trigger fresh cases of African swine fever.***

***As of 19<sup>th</sup> July, the US soybean condition for week ending 19 July stood at 11% Excellent, 49% good, 29% fair, 8% poor and 3% Very poor.***

***Canola futures soared recent week because of heatwave looked to affect harvest scenario for canola in Canada. High temperature forecast in coming weeks may cause the canola flowers to drop prematurely, lead to drop in yield. Canadian farmers planted an estimated 22.5 million acres of canola for the 2021-22 crop year, the highest since 2018. This is up from the April forecast of 21.5 million acres and up 8.2% from last year.***

***Outlook: Soybean (plant delivery, Indore) prices are likely to feature firm tone amid good demand by miller and crusher, however arrival has gone down at all trading markets. The prices are expected to be in the range of 8,500 – 10,300/mt. levels in the near-term.***

## NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Aug-21	-5.75	9990	10680	9494	10081
Sept-21	-5.99	9301	9544	8799	9360
Oct-21	-5.66	6900	7090	6565	6964

Contract	Volume	Change	OI	Change
Aug-21	20965	1,260	15185	-3030
Sept-21	24180	-1,930	15980	-1050
Oct-21	4090	-2,420	8205	-5

Spread	Aug-21	Sept-21	Oct-21
Basis	10125		
Aug-21	44		
Sept-21		765	
Oct-21			3161

\*Far Month Contract - Near Month Contract. Basis: Spot - Future (Indore).

Stocks	Demat	In-Process	Total	FED
	31-July-21	31-July-21	31-July-21	26-July-21
Akola	60	-	60	60
Indore	20	-	20	20
Kota	260	-	260	260
Sagar	-	-	-	-
Nagpur	-	-	-	-

\*SBN Fed Stocks Expiry on ----

\*RM Seed Fed Stocks Expiry on ----

## NCDEX RM Seed Futures:

Contract	+/-	Open	High	Low	Close
Aug-21	-1.14	7660	7731	7593	7713
Sept-21	-1.35	7680	7735	7600	7719
Oct-21	-1.49	7718	7745	7612	7740

Contract	Volume	Change	OI	Change
Aug-21	24500	-7,270	29120	-1890
Sept-21	15110	-280	23950	2470
Oct-21	1490	-1,740	9730	490

Spread	Aug-21	Sept-21	Oct-21
Basis	7812		
Aug-21	99		
Sept-21		93	
Oct-21			72

\*Far Month Contract - Near Month Contract. Basis: Spot - Future (Jaipur).

Stocks	Demat	In-Process	Total	FED
	31-July-21	31-July-21	31-July-21	26-July-21
Sri Ganganagar	1383	101	1484	988
Bharatpur	-	-	-	-
Bikaner	680	10	690	-
Kota	5554	428	5982	5303
Jaipur	12569	248	12817	11594
Alwar	449	29	478	450
Hapur	-	-	-	-

\*RMS Fed Stocks Expiry on ---

## Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	02-Aug-21		31-Jul-21		
	Low	High	Low	High	
Indore –Plant	9950	10300	9900	10200	100
Indore–Mandi	9800	10100	9600	10000	100
Nagpur-Plant	9875	10150	9300	9575	575
Nagpur – Mandi	8575	10000	8000	9425	575
Latur – Mandi	8000	9900	8000	9900	Unch
Akola – Mandi	8600	9575	6000	9500	75
Kota-Plant	9950	10050	9850	9950	100
Kota – Mandi	9650	9850	9550	9750	100
Bundi-Plant	9650	9850	9550	9750	100
Bundi-Mandi	9450	9750	9350	9650	100
Baran-Plant	9920	10020	9770	9870	150
Baran-Mandi	9320	9820	9170	9670	150
Bhawani Mandi Jhalawar–Plant	9800	10050	9700	9950	100
Jhalwar-Mandi	9400	9850	9300	9750	100
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	7800	7825	7825	7850	-25
Alwar-(Condition)	7300	7400	7450	7550	-150
Sri Ganganagar-(Non-Condition)	7050	7100	7200	7250	-150
New Delhi–(Condition)	7425	7475	7450	7500	-25
Kota-(Condition)	7100	7200	7050	7150	50
Agra-(Condition)	7762	7905	7810	7952	-48
Neewai-(Condition)	7300	7400	7300	7400	Unch
Hapur (UP)-(Condition)	7450	7500	7600	7650	-150
<b>Groundnut Seed</b>					
Rajkot	1050	1050	1011	1011	39
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	NA	NA	-
Latur	7400	7500	7300	7400	100
Sholapur	7400	7500	7300	7400	100
Soybean Prices are in INR/qtl. (1 bag=90 kg). Mandi prices – Loose, Mustard Seed Prices are in INR/qt (1 bag=85 kg) C – Condition (42%), *Groundnut seed in Rs/20 kg, Sunflower Seed in Rs/qtl.					

## Oilseed Arrivals in Key Centers:

Commodity / Centre	Arrivals in Bags/Qtl		Change
<b>Soybean</b>	<b>02-Aug-21</b>	<b>31-Jul-21</b>	
Madhya Pradesh	30000	40000	-10000
Maharashtra	20000	25000	-5000
kota	10000	9900	100
Bundi (Raj)	100	400	-300
Baran (Raj)	1500	2000	-500
Jhalawar (Raj)	300	800	-500
<b>Rapeseed/Mustard</b>			
Rajasthan	75000	70000	5000
Alwar	3500	2500	1000
Sri Ganganagar	700	500	200
Kota	400	800	-400
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	310	300	10
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	800	600	200

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

Oilseeds	2-Aug-21	31-Jul-21	Change
Groundnut Kernel	7400	7450	-50
Gr. Bolds 60/70	8950	8950	Unch
Gr. Javas 60/70	9800	9800	Unch
Gr Javas 70/80	9500	9500	Unch
Gr.Javas 80/90	9200	9200	Unch
KardiSeed 2% Exp Qly	5200	5200	Unch
Sesame White 98/2/1 FM	8200	8200	Unch
Whitish 95/5/FFA/1FM	8000	8000	Unch
Brown 48/2 FFA/4 FM	7900	7900	Unch
Brown 48/3 FFA/4 FM	7800	7800	Unch
Brown 48/4 FM/* No FFA Guarantee	7400	7400	Unch
Sunflower Seed	6900	6900	Unch
Niger Seed (4% FM)	8200	8200	Unch

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