

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

Soy futures rise on fresh bets.

Indian government is set to launch an oil seeds mission owing to the recurring instances over decades of surging edible oil prices stoking food inflation and high imports of these items straining the country's current account. The mission will encompass investments of Rs 11000 crore in the cooking oil eco system.

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.

Soybean sowing As On 06 Aug (Area In lakh Ha)					
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)
Madhya Pradesh	55.86	57.81	51.67	-11%	45%
Maharashtra	38.8	41.8	44.48	6%	39%
Rajasthan	10.39	10.33	10.39	1%	9%
Karnataka	2.84	3.21	3.78	18%	3%
Gujrat	1.16	1.47	2.19	49%	2%
Telangana	1.98	1.59	1.39	-13%	1%
Others	1.85	1.866	1.24	-34%	1%
Total	112.88	118.076	115.14	-2%	100%

Groundnut sowing As On 06 Aug (Area In lakh Ha)					
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)
Gujrat	15.74	20.37	18.93	-7%	43%
Rajasthan	6.23	7.06	7.49	6%	17%
Karnataka	4.12	3.57	3.66	3%	8%
Maharashtra	2.27	1.88	1.91	2%	4%
Madhya Pradesh	2.28	2.54	3.82	50%	9%
Tamilnadu	2.02	2.12	1.71	-19%	4%
Andhra Pradesh	7.03	6.93	4.082	-41%	9%
Others	2.01	2.6	2.788	7%	6%
Total	41.7	47.07	44.39	-6%	100%

## **International Oilseeds Fundamentals:**

China's July soybean imports fall on year on weak crushing margins.

The world's top buyer of the oilseed brought in 8.67 million tonnes of soybeans in July, down 14.1% from 10.09 million tonnes the previous year.

Brazilian soybean exports reached 11.1 mmt in Jun 2021, 13% down from Jun 2020. Accum Jan-Jun 2021 at 59.4 mmt vs 58.8 mmt a year ago.

In recent USDA Aug report, USDA slashed 2-million-ton in U.S. 2021-22 soybean production to 118 million MT, However Argentina and Brazil soybean 2021-22 production figures remain unchanged to 52 and 144 million metric tons respectively.

### **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.*

*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 weak tone amid profit booking by trader, however arrival has gone down at all trading markets. The prices are expected to be in the range of 7,500 – 9,000/qtl. levels in the near-term.

## NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Aug-21	+4.82	9299	9485	8900	8949
Sept-21	-1.05	7745	8087	7417	7633
Oct-21	+0.02	6340	6444	6010	6157

Contract	Volume	Change	OI	Change
Aug-21	1620	-3,150	2390	-835
Sept-21	22895	1,065	17880	2990
Oct-21	6475	-3,315	10990	515

Spread	Aug-21	Sept-21	Oct-21
Basis	9200		
Aug-21	251		
Sept-21		1567	
Oct-21			3043

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

Stocks	Demat 15-Aug-21	In-Process 15-Aug-21	Total 15-Aug-21	FED 09-Aug-21
Akola	-	-	-	60
Indore	-	-	-	-
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	+0.92	8065	8065	7850	7803
Sept-21	+0.48	7930	8134	7885	7913
Oct-21	+0.44	8081	8185	7946	7963

Contract	Volume	Change	OI	Change
Aug-21	600	-5,510	1540	-6900
Sept-21	35440	-2,660	38070	-640
Oct-21	5860	1,490	17490	760

Spread	Aug-21	Sept-21	Oct-21
Basis	8162		
Aug-21	359		
Sept-21		249	
Oct-21			199

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

Stocks	Demat 15-Aug-21	In-Process 15-Aug-21	Total 15-Aug-21	FED 09-Aug-21
Sri Ganganagar	1616	40	1656	1576
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	5323	50	5373	5866
Jaipur	11329	-	11329	11128
Alwar	279	-	279	279
Hapur	-	-	-	-

\*RMS Fed Stocks Expiry on ---

## Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	16-Aug-21		14-Aug-21		
	Low	High	Low	High	
Indore –Plant	9100	9300	8200	8700	600
Indore–Mandi	9000	9200	8000	8500	700
Nagpur-Plant	9200	9700	8300	8800	900
Nagpur – Mandi	8700	9400	7800	8500	900
Latur – Mandi	9420	9550	9170	9300	250
Akola – Mandi	8000	8650	8000	8350	300
Kota-Plant	9200	9500	8500	9000	500
Kota – Mandi	9000	9300	8500	8800	500
Bundi-Plant	9100	9400	8600	9000	400
Bundi-Mandi	8600	9200	8200	8500	700
Baran-Plant	9300	9400	8500	8800	600
Baran-Mandi	8900	9200	8200	8500	700
Bhawani Mandi Jhalawar–Plant	9500	9700	8800	9000	700
Jhalwar-Mandi	9000	9400	8400	8700	700
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	8150	8175	8025	8050	125
Alwar-(Condition)	7650	7700	7550	7600	100
Sri Ganganagar-(Non-Condition)	7300	7350	7200	7260	90
New Delhi–(Condition)	7750	7850	7500	7600	250
Kota-(Condition)	7400	7500	7200	7300	200
Agra-(Condition)	8048	8190	8000	8143	48
Neewai-(Condition)	7650	8000	7500	7850	150
Hapur (UP)-(Condition)	7750	7850	7600	7700	150
<b>Groundnut Seed</b>					
Rajkot	1110	1110	1105	1105	5
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	NA	NA	-
Latur	7200	7300	7000	7100	200
Sholapur	7200	7300	7000	7100	200
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>16-Aug-21</b>	<b>14-Aug-21</b>	
Madhya Pradesh	20000	20000	Unch
Maharashtra	10000	15000	-5000
kota	9350	8750	600
Bundi (Raj)	250	500	-250
Baran (Raj)	2000	2500	-500
Jhalawar (Raj)	300	500	-200
<b>Rapeseed/Mustard</b>			
Rajasthan	95000	85000	10000
Alwar	3000	4000	-1000
Sri Ganganagar	900	1200	-300
Kota	800	700	100
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	150	200	-50
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	1000	1000	Unch

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

Oilseeds	16-Aug-21	14-Aug-21	Change
Groundnut Kernel	7650	7500	150
Gr. Bolds 60/70	9150	9150	Unch
Gr. Javas 60/70	10000	10000	Unch
Gr Javas 70/80	9700	9700	Unch
Gr.Javas 80/90	9400	9400	Unch
KardiSeed 2% Exp Qly	5600	5600	Unch
Sesame White 98/2/1 FM	8600	8600	Unch
Whitish 95/5/FFA/1FM	8400	8400	Unch
Brown 48/2 FFA/4 FM	8300	8300	Unch
Brown 48/3 FFA/4 FM	8200	8200	Unch
Brown 48/4 FM/* No FFA Guarantee	7800	7800	Unch
Sunflower Seed	7300	7300	Unch
Niger Seed (4% FM)	8600	8600	Unch

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