

**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.

SOPA- Crop condition of Maharashtra is better than that of Madhya Pradesh. "There are reports of crop damage due to moisture stress in many parts of Madhya Pradesh but, as of now, Maharashtra's crop condition is good. However, a lot depends on the progress of monsoon.

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.

As per estimates approximately 75-80% RM Seed crushing have been completed while more than 90% soybean crushing have been completed, inventory remains tight in the country. As per market sources, more than 60% mills have closed crushing operations amid tight RM seed inventory in the country.

Soybean sowing As On 12th Aug (Area In lakh Ha)					
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)
Madhya Pradesh	55.86	58.09	52.2	-10%	45%
Maharashtra	38.8	41.97	44.48	6%	38%
Rajasthan	10.39	10.46	10.31	-1%	9%
Karnataka	2.84	3.29	3.82	16%	3%
Gujrat	1.16	2.23	1.48	-34%	1%
Telangana	1.98	1.59	1.4	-12%	1%
Others	1.85	1.12	2.64	136%	2%
Total	112.88	118.75	116.33	-2%	100%

Groundnut sowing As On 12th 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)

NOPA crush increased this month but was below expectations at 155.105 mln bushels. Estimates were between 156.2 and 164 million bushels, with the average at 159.062. This crush is up 2% from last month, but a 10% decrease from last year.

As per recent USDA Aug'21 report, Soybean production in the world is likely to increase to 383.63 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 of July 29, Ukrainian farmers had completed the harvest on 568,500 ha, 56.5% of the expected area, and gathered 1.48 million mt of rapeseed. The Ukrainian export potential of rapeseeds this season, according to USDA expectations, will increase to 2.7 million mt, which is 10.7% higher than the 2020/21 season, but below the record of 3 million mt in the 2019/20 season.

In the Aug'21 report, the USDA has kept India's 2021/22 rapeseed production estimates unchanged at 8.5 million tonnes compared to previous month. However, Canada's rapeseed production estimates eased to 16 million tonnes as compared to 20.20 million tonnes last month. Canadian canola production is lowered because as early-season drought conditions impact yields and offset an increase to area. Further, EU production estimates remain unchanged to 17.00 million tonnes million tonnes last month and for China, the estimates remain unchanged to 14.00 million tonnes. The global 2020/21 rapeseed production estimate decreased to 69.97 million tonnes vs 74.14 million tonnes in the previous month. World 2021/22 rapeseed meal production estimate eased at 39.69 million tonnes vs 41.29 million tonnes in its previous estimate.

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 remain elevated, however arrival has gone down at all trading markets, inventory remain tight in the country amid tight global dynamics. The prices are expected to be in the range of 8,500 – 10,000/ctl. levels in the near-term.

**NCDEX Soybean Futures:**

Contract	+/-	Open	High	Low	Close
Sept-21	+5.68	8170	8642	8124	8153
Oct-21	+0.70	6405	6540	6315	6405
Nov-21	+1.69	6198	6280	6090	6137

Contract	Volume	Change	OI	Change
Sept-21	14630	-5,990	19395	-1210
Oct-21	3900	-5,195	12695	130
Nov-21	535	-2,845	6925	30

Spread	Sept-21	Oct-21	Nov-21
Basis	9400		
Sept-21	1247		
Oct-21		2995	
Nov-21			3263

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

Stocks	Demat 20-Aug-21	In-Process 20-Aug-21	Total 20-Aug-21	FED 16-Aug-21
Akola	-	-	-	60
Indore	-	-	-	-
Kota	390	-	390	330
Sagar	-	-	-	-
Nagpur	-	-	-	-

\*SBN Fed Stocks Expiry on ----

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

**NCDEX RM Seed Futures:**

Contract	+/-	Open	High	Low	Close
Sept-21	+2.10	7953	8177	7953	7990
Oct-21	+2.22	8010	8225	8010	8022
Nov-21	+2.12	8089	8253	8068	8066

Contract	Volume	Change	OI	Change
Sept-21	40210	-3,570	34460	-2370
Oct-21	12480	4,370	20740	2590
Nov-21	1200	-790	8680	-30

Spread	Sept-21	Oct-21	Nov-21
Basis	8212		
Sept-21	222		
Oct-21		190	
Nov-21			146

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

Stocks	Demat 20-Aug-21	In-Process 20-Aug-21	Total 20-Aug-21	FED 16-Aug-21
Sri Ganganagar	1657	91	1748	1657
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	3742	610	4352	5291
Jaipur	7814	131	7945	11348
Alwar	49	-	49	279
Hapur	-	-	-	-

\*RMS Fed Stocks Expiry on ---

## Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	23-Aug-21		21-Aug-21		
	Low	High	Low	High	
Indore –Plant	9100	9700	9100	9300	400
Indore–Mandi	9000	9300	9000	9200	100
Nagpur-Plant	9200	9900	8800	9400	500
Nagpur – Mandi	9100	9300	8600	8800	500
Latur – Mandi	7500	9250	8000	9300	-50
Akola – Mandi	8100	9000	7850	9100	-100
Kota-Plant	9100	9400	9300	9600	-200
Kota – Mandi	8900	9200	9100	9400	-200
Bundi-Plant	9000	9300	9200	9500	-200
Bundi-Mandi	8500	9100	8700	9300	-200
Baran-Plant	9300	9400	9330	9430	-30
Baran-Mandi	9000	9200	8930	9230	-30
Bhawani Mandi Jhalawar–Plant	9700	9800	9500	9600	200
Jhalwar-Mandi	8800	9000	Closed	Closed	-
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	8200	8225	8100	8125	100
Alwar-(Condition)	7750	7800	7650	7700	100
Sri Ganganagar-(Non-Condition)	7500	7550	7250	7300	250
New Delhi–(Condition)	7650	7700	7800	7850	-150
Kota-(Condition)	7400	7500	7300	7400	100
Agra-(Condition)	8048	8190	7952	8095	95
Neewai-(Condition)	7300	7650	7100	7450	200
Hapur (UP)-(Condition)	7650	7750	7600	7700	50
<b>Groundnut Seed</b>					
Rajkot	1220	1220	1250	1250	-30
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	NA	NA	-
Latur	7100	7200	7100	7200	Unch
Sholapur	7100	7200	7100	7200	Unch
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>23-Aug-21</b>	<b>21-Aug-21</b>	
Madhya Pradesh	10000	10000	Unch
Maharashtra	10000	10000	Unch
kota	9250	9450	-200
Bundi (Raj)	150	100	50
Baran (Raj)	150	400	-250
Jhalawar (Raj)	100	Closed	-
<b>Rapeseed/Mustard</b>			
Rajasthan	80000	70000	10000
Alwar	1200	1500	-300
Sri Ganganagar	400	400	Unch
Kota	300	400	-100
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	210	305	-95
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	1000	1000	Unch

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

Oilseeds	23-Aug-21	21-Aug-21	Change
Groundnut Kernel	7700	7750	-50
Gr. Bolds 60/70	9100	9100	Unch
Gr. Javas 60/70	9950	9950	Unch
Gr Javas 70/80	9650	9650	Unch
Gr.Javas 80/90	9350	9350	Unch
KardiSeed 2% Exp Qly	5500	5500	Unch
Sesame White 98/2/1 FM	8600	8500	100
Whitish 95/5/FFA/1FM	8400	8300	100
Brown 48/2 FFA/4 FM	8200	8200	Unch
Brown 48/3 FFA/4 FM	8100	8100	Unch
Brown 48/4 FM/* No FFA Guarantee	7700	7700	Unch
Sunflower Seed	7200	7200	Unch
Niger Seed (4% FM)	8500	8500	Unch

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