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 steady 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/qtl. levels in the near-term.

NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Sept-21	+0.60	8722	8948	8645	8630
Oct-21	+0.31	6570	6600	6480	6507
Nov-21	-0.06	6300	6381	6240	6264

Contract	Volume	Change	OI	Change
Sept-21	9925	-4,705	20780	1385
Oct-21	3910	10	13185	490
Nov-21	1210	675	7290	365

Spread	Sept-21	Oct-21	Nov-21
Basis	9750		
Sept-21	1120		
Oct-21		3243	
Nov-21			3486

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

Stocks	Demat	In-Process	Total	FED
	21-Aug-21	21-Aug-21	21-Aug-21	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	-0.36	8188	8201	8101	8165
Oct-21	-0.30	8235	8242	8127	8208
Nov-21	-0.35	8258	8270	8157	8244

Contract	Volume	Change	OI	Change
Sept-21	33240	-6,970	31740	-2720
Oct-21	12590	110	22540	1800
Nov-21	1720	520	8450	-230

Spread	Sept-21	Oct-21	Nov-21
Basis	8262		
Sept-21	97		
Oct-21		54	
Nov-21			18

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

Stocks	Demat	In-Process	Total	FED
	21-Aug-21	21-Aug-21	21-Aug-21	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	**24-Aug-21**		**23-Aug-21**		
	Low	**High**	**Low**	**High**	
Indore –Plant	9500	10000	9100	9700	300
Indore–Mandi	9200	9500	9000	9300	200
Nagpur-Plant	8000	8400	8400	8800	-400
Nagpur – Mandi	7500	8000	8200	8400	-400
Latur – Mandi	7500	9250	7500	9250	Unch
Akola – Mandi	8000	9000	8100	9000	Unch
Kota-Plant	9450	9750	9100	9400	350
Kota – Mandi	9250	9550	8900	9200	350
Bundi-Plant	9350	9650	9000	9300	350
Bundi-Mandi	8850	9450	8500	9100	350
Baran-Plant	9700	9800	9300	9400	400
Baran-Mandi	9400	9600	9000	9200	400
Bhawani Mandi Jhalawar–Plant	9700	9800	9700	9800	Unch
Jhalwar-Mandi	9000	9400	8800	9000	400
Rapeseed/Mustard					
Jaipur-(Condition)	8250	8275	8200	8225	50
Alwar-(Condition)	7950	8000	7750	7800	200
Sri Ganganagar-(Non-Condition)	7700	7750	7500	7550	200
New Delhi–(Condition)	7700	7750	7650	7700	50
Kota-(Condition)	7500	7600	7400	7500	100
Agra-(Condition)	8048	8190	8048	8190	Unch
Neewai-(Condition)	7400	7750	7300	7650	100
Hapur (UP)-(Condition)	7700	7800	7650	7750	50
Groundnut Seed					
Rajkot	NA	NA	1220	1220	-
Sunflower Seed					
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
Soybean	**24-Aug-21**	**23-Aug-21**	
Madhya Pradesh	10000	10000	Unch
Maharashtra	10000	10000	Unch
kota	9600	9250	350
Bundi (Raj)	120	150	-30
Baran (Raj)	125	150	-25
Jhalawar (Raj)	200	100	100
Rapeseed/Mustard			
Rajasthan	80000	80000	Unch
Alwar	700	1200	-500
Sri Ganganagar	300	400	-100
Kota	150	300	-150
Groundnut Seed			
Rajkot (Gujarat)	NA	210	-
Sunflower Seed			
Sholapur (Maharashtra)	1000	1000	Unch

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

Oilseeds	24-Aug-21	23-Aug-21	Change
Groundnut Kernel	7700	7700	Unch
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	8600	Unch
Whitish 95/5/FFA/1FM	8400	8400	Unch
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