

**Oilseeds Domestic Fundamentals:** Soybean Indore plant prices remained steady amid steady supply as compared to previous day in Madhya Pradesh. However, In Jaipur, RM seed prices went up amid tight supply. International factors also supported prices.

According to IMD, the rainfall from June to September is likely to be closer to 96% of the average rainfall. The IMD has revised down the forecast to 96 percent from 101 percent. However, rainfall in August has been deficient by 26% so far while in July it was 7% less than normal.

New crop arrival of soybean has been started in Indore.

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.

RM seed inventory remains tight in the country amid record rise in prices, following the international market. Mustard stock is left with limited number of farmers. For small farmers, HAFED and NAFED should procure mustard seeds from now. Failure to do so may result in shortage of mustard seed in the upcoming sowing season.

<b>Soybean sowing As On 27th Aug (Area In lakh Ha)</b>					
	<b>Normal Area</b>	<b>2019-20</b>	<b>2020-21</b>	<b>% Change</b>	<b>% of total sowing (2020-21)</b>
Madhya Pradesh	55.86	58.46	55.84	-4%	46%
Maharashtra	38.80	42.69	45.87	7%	38%
Rajasthan	10.39	11.00	10.63	-3%	9%
Karnataka	2.84	3.32	3.83	15%	3%
Gujrat	1.16	1.49	2.24	50%	2%
Telangana	1.98	1.60	1.41	-12%	1%
Others	1.85	2.00	1.69	-16%	1%
<b>Total</b>	<b>112.88</b>	<b>120.56</b>	<b>121.51</b>	<b>1%</b>	<b>100%</b>

<b>Groundnut sowing As On 27th Aug (Area In lakh Ha)</b>					
	<b>Normal Area</b>	<b>2019-20</b>	<b>2020-21</b>	<b>% Change</b>	<b>% of total sowing (2020-21)</b>
Gujrat	15.74	20.54	19.10	-7%	40%
Rajasthan	6.23	7.30	7.77	6%	16%
Karnataka	4.12	5.20	4.53	-13%	9%
Maharashtra	2.27	1.98	2.01	1%	4%
Madhya Pradesh	2.28	2.79	3.82	37%	8%
Tamilnadu	2.02	2.41	2.00	-17%	4%
Andhra Pradesh	7.03	7.44	5.87	-21%	12%
Others	2.01	2.78	2.98	7%	6%
<b>Total</b>	<b>41.7</b>	<b>50.44</b>	<b>48.07</b>	<b>-5%</b>	<b>100%</b>

***International Oilseeds Fundamentals:***

As of Sunday, the USDA rated the USA's soybean crop as 9% dropping leaves vs. a 7% five-year average, 93% of the soybeans are in the setting pods stage vs. a 92% five-year average, 56% soybean crop is rated good/excellent, vs. 56% a week ago.

As of 24<sup>th</sup> Aug, in US Approximately 32% of soybean production is within an area experiencing drought. Vs 31% last week.

Brazil's CONAB forecast 21/22 Soybean production at 141.26 mmt, if realized that would be up 3.9% over the previous crop.

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.

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.

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, arrival has gone down at all trading markets, inventory remain tight in the country additionally global factors supported the price. 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	+5.93	8390	8775	8216	8279
Oct-21	+1.98	6324	6500	6200	6325
Nov-21	+1.12	6080	6168	5914	6072

Contract	Volume	Change	OI	Change
Sept-21	11490	4,915	13130	-3035
Oct-21	9270	3,075	19845	-280
Nov-21	2515	1,495	10255	700

Spread	Sept-21	Oct-21	Nov-21
Basis	9400		
Sept-21	1121		
Oct-21		3075	
Nov-21			3328

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

**NCDEX RM Seed Futures:**

Contract	+/-	Open	High	Low	Close
Sept-21	+2.87	8124	8400	8121	8141
Oct-21	+3.29	8191	8490	8190	8204
Nov-21	+3.08	8246	8506	8230	8248

Contract	Volume	Change	OI	Change
Sept-21	14530	10	17320	-1620
Oct-21	30860	11,070	34610	3390
Nov-21	1700	1,180	7650	-510

Spread	Sept-21	Oct-21	Nov-21
Basis	8337		
Sept-21	196		
Oct-21		133	
Nov-21			89

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

Stocks	Demat	In-Process	Total	FED
	1-Sept-21	1-Sept-21	1-Sept-21	30-Aug-21
Akola	-	10	10	-
Indore	-	-	-	-
Kota	-	-	-	-
Sagar	-	-	-	-
Nagpur	-	-	-	-

\*SBN Fed Stocks Expiry on ----

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

Stocks	Demat	In-Process	Total	FED
	1-Sept-21	1-Sept-21	1-Sept-21	30-Aug-21
Sri Ganganagar	1869	-	1869	1849
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	4049	40	4089	4020
Jaipur	8852	241	9093	8258
Alwar	49	-	49	49
Hapur	-	-	-	-

\*RMS Fed Stocks Expiry on ---

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	02-Sep-21		01-Sep-21		
	Low	High	Low	High	
Indore –Plant	9200	9600	8800	9600	Unch
Indore–Mandi	9000	9300	8600	9000	300
Nagpur-Plant	9200	9700	9200	9700	Unch
Nagpur – Mandi	8600	9000	8300	8700	300
Latur – Mandi	8000	9355	7400	9265	90
Akola – Mandi	7500	8300	7250	8200	100
Kota-Plant	9500	9700	9000	9200	500
Kota – Mandi	8800	9200	8100	8700	500
Bundi-Plant	9000	9400	8600	9000	400
Bundi-Mandi	8600	9100	8200	8700	400
Baran-Plant	8900	9200	8900	9100	100
Baran-Mandi	8700	9000	8700	8900	100
Bhawani Mandi Jhalawar–Plant	9000	9200	9000	9200	Unch
Jhalwar-Mandi	8500	8900	8500	8900	Unch
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	8325	8350	8300	8325	25
Alwar-(Condition)	8000	8100	7900	8000	100
Sri Ganganagar-(Non-Condition)	7500	7550	7500	7550	Unch
New Delhi–(Condition)	7925	7975	7900	7950	25
Kota-(Condition)	7400	7600	7300	7500	100
Agra-(Condition)	8381	8476	8286	8381	95
Neewai-(Condition)	7500	7850	7550	7900	-50
Hapur (UP)-(Condition)	7950	8000	7950	8000	Unch
<b>Groundnut Seed</b>					
Rajkot	NA	NA	NA	NA	-
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	NA	NA	-
Latur	6400	6500	6600	6700	-200
Sholapur	6400	6500	6600	6700	-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>02-Sep-21</b>	<b>01-Sep-21</b>	
Madhya Pradesh	15000	15000	Unch
Maharashtra	13000	12000	1000
kota	9600	9100	500
Bundi (Raj)	14	30	-16
Baran (Raj)	50	150	-100
Jhalawar (Raj)	50	30	20
<b>Rapeseed/Mustard</b>			
Rajasthan	70000	75000	-5000
Alwar	2000	500	1500
Sri Ganganagar	600	600	Unch
Kota	400	400	Unch
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	NA	NA	-
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	1000	1000	Unch

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

Oilseeds	2-Sep-21	1-Sep-21	Change
Groundnut Kernel	7950	7900	50
Gr. Bolds 60/70	9100	9200	-100
Gr. Javas 60/70	10400	10500	-100
Gr Javas 70/80	9650	9750	-100
Gr.Javas 80/90	9350	9450	-100
KardiSeed 2% Exp Qly	5500	5500	Unch
Sesame White 98/2/1 FM	8800	8800	Unch
Whitish 95/5/FFA/1FM	8600	8600	Unch
Brown 48/2 FFA/4 FM	8400	8400	Unch
Brown 48/3 FFA/4 FM	8300	8300	Unch
Brown 48/4 FM/* No FFA Guarantee	7900	7900	Unch
Sunflower Seed	7300	7300	Unch
Niger Seed (4% FM)	8500	8500	Unch

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