

Oilseeds Domestic Fundamentals: Soybean Indore plant prices went down amid heavy supply as compared to previous day on new crop arrival and weak global cues. However, In Jaipur, RM seed prices went up amid tight supply as compared to previous day.

- In fortnight of September, India has received significant increase in rainfall which stood at 53% above normal so far.
- 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 24% so far while in July it was 7% less than normal. In September, rainfall likely to be above average of normal.
- As on 5th September, SOPA reported 15.46% area in very good condition, 22.97% area in good condition, 42.20% area in normal condition and 12.83% area in poor condition. Additionally, crop in Maharashtra and Madhya Pradesh is in grain filling stage.
- Additionally, SOPA has reported totally damaged crop in certain districts, and accordingly, the area has been reduced to that extent from the sowing data given by the government. The reduction in area is 6.54% or 8.09 lakh hectares.
- GOI has asked state governments for disclosure of edible oils/oil seed stock by millers, refiners, whole seller traders etc. and weekly monitoring of prices for transparency.
- New crop arrival of soybean has been started in Indore.
- USDA has revised downside Canada rapeseed production for 2021/22 at 14.0 MMT down 2.0 MMT (13%) from last month, 5.5 MMT (28%) from last year, and 31% below the 5-year average.
- In Gujarat, earlier planted ground nut crop is in vegetative stage going into flowering stage. However, cumulative rainfall is 47 % below normal in the state.
- Gujarat has pegged its first advance estimate for groundnut production at 39.94 Lakh tons vs last year 39.86 lakh tonne.

Soybean sowing As On 17th September (Area In lakh Ha)						
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)	Absolute change
Madhya Pradesh	55.86	58.54	55.84	-5%	46%	-2.70
Maharashtra	38.80	43.22	46.02	6%	38%	2.80
Rajasthan	10.39	11.00	10.63	-3%	9%	-0.38
Karnataka	2.84	3.32	3.83	15%	3%	0.51
Gujrat	1.16	1.49	2.24	50%	2%	0.75
Telangana	1.98	1.60	1.47	-8%	1%	-0.13
Others	1.85	2.03	1.74	-14%	1%	-0.29
Total	112.88	121.20	121.77	0.47%	100%	0.56

Source- GOI

Groundnut sowing As On 17th September (Area In lakh Ha)						
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)	Absolute change
Gujrat	15.74	20.65	19.09	-7.6%	39%	-1.56
Rajasthan	6.23	7.30	7.76	6.3%	16%	0.46
Karnataka	4.12	5.37	4.75	-11.5%	10%	-0.62
Maharashtra	2.27	2.00	2.02	1.0%	4%	0.02
Madhya Pradesh	2.28	2.80	3.82	36.4%	8%	1.02
Tamilnadu	2.02	2.52	2.31	-8.3%	5%	-0.21
Andhra Pradesh	7.03	7.49	6.27	-16.3%	13%	-1.22
Others	2.01	2.85	3.12	9.6%	6%	0.27
Total	41.7	50.98	49.14	-3.6%	100%	-1.84

Source- GOI

International Oilseeds Fundamentals:

- According to USDA 6% US Soybean harvesting has been completed, close to five-year average.
- According to National Association of Grain Exporters (ANEC) Brazil September soybean export estimated at 4.83 MMT, 23% up as compared to last year same month at 3.91MMT. China buys Brazilian soybean as Ida hurricane in USA has damaged the major grain elevator and led to suspension of operation.
- Hence US weekly soybean export has gone below average.
- However, USDA has estimated export of 2020-21 Brazil soybean at 82 MMT and US 2020-21 soy export at 61.50 MMT.
- According to the data released by NOPA, US crushed increased in Aug'21 by 2.38% to 158.84 million bushels (4.32 MMT) of soybeans in Aug'21 vs last month 155.15 million bushels (4.22 MMT). However, it has declined by 3.79% YoY.
- Falling Canadian canola production leading to global tight supply and reduced Canadian supply has increased demand for Australian canola.
- China buys Brazilian soybeans as hurricane Ida in USA has damaged the major grain elevators and led to suspension of operation.
- US Soybean crop witnessed improvement after conducive weather condition in Midwest. As of 14th September, in US Approximately 26% of soybean production is within an area experiencing drought. Vs 26% last week.
- In the September'21 report, the USDA has increased US 2021/22 soybean estimates at 119.03 million tonnes compared to previous month 118.08 million tonnes. It has kept the Brazil's 2021/22 soybean production unchanged to 144 million tonnes compared to previous month.
- Besides, India soybean 2021/22 production estimates kept unchanged to 11.2 million tonnes. while Argentina's soybean estimate kept unchanged to 52 million tonnes from previous month.
- The global 2021/22 soybean production estimate increased to 384.42 million tonnes vs 383.63 million tonnes in the previous month report by USDA.
- CONAB has raised Brazil's 2020/21 soybean crop estimate to 135.98 million tonnes in August vs 135.91 million tonnes in July forecast and 124.845 million tonnes in 2019/20. The country's August 2020/21 soybean exports estimates decreased to 83.42 million tons vs 86.69 million tons in July forecast and 83 million tons in 2019/20.

Outlook: Soybean (plant delivery, Indore) prices are expected to trade range bound to weak tone amid new crop arrivals and weak global cues. The prices are expected to be in the range of 5500-6500/qtl. levels in the near-term

NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Oct-21	+2.34	5900	6037	5807	5891
Nov-21	+1.20	5819	5820	5701	5747
Dec-21	+0.86	5830	5855	5743	5797

Contract	Volume	Change	OI	Change
Oct-21	19410	-795	35335	2675
Nov-21	12105	-220	26845	5115
Dec-21	860	95	2615	355

Spread	Oct-21	Nov-21	Dec-21
Basis	6150		
Oct-21	259		
Nov-21		403	
Dec-21			353

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

Stocks	Demat 21-Sept-21	In-Process 21-Sept-21	Total 21-Sept-21	FED 20-Sept-21
Akola	10	-	10	-
Indore	-	-	-	-
Kota	-	-	-	-
Sagar	-	-	-	-
Nagpur	-	-	-	-

*SBN Fed Stocks Expiry on ----

*RM Seed Fed Stocks Expiry on ----

NCDEX RM Seed Futures:

Contract	+/-	Open	High	Low	Close
Oct-21	-0.12	8630	8635	8540	8610
Nov-21	+0.03	8610	8625	8541	8599
Dec-21	+0.01	8515	8520	8421	8511

Contract	Volume	Change	OI	Change
Oct-21	19730	-3,910	43600	-1950
Nov-21	4520	-940	13230	700
Dec-21	640	-170	8090	140

Spread	Oct-21	Nov-21	Dec-21
Basis	8762		
Oct-21	152		
Nov-21		163	
Dec-21			251

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

Stocks	Demat 21-Sept-21	In-Process 21-Sept-21	Total 21-Sept-21	FED 20-Sept-21
Sri Ganganagar	1041	-	1041	1041
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	3316	348	3664	3316
Jaipur	10307	694	12001	10837
Alwar	29	-	29	29
Hapur	-	-	-	-

*RMS Fed Stocks Expiry on ---

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	22-Sep-21		21-Sep-21		
	Low	High	Low	High	
Indore –Plant	5700	6600	6000	6800	-200
Indore–Mandi	4500	5500	4000	5700	-200
Nagpur-Plant	5600	6600	5300	6300	300
Nagpur – Mandi	4500	6400	4200	6100	300
Latur – Mandi	6505	8395	6505	8395	Unch
Akola – Mandi	4500	5500	4500	6500	-1000
Kota-Plant	6300	6500	7200	7400	-900
Kota – Mandi	5400	6000	6300	6900	-900
Bundi-Plant	5700	5900	6700	6900	-1000
Bundi-Mandi	5400	5800	6400	6800	-1000
Baran-Plant	5500	5800	6700	6900	-1100
Baran-Mandi	5400	5600	6500	6700	-1100
Bhawani Mandi Jhalawar–Plant	6000	6100	6900	7000	-900
Jhalwar-Mandi	5800	5900	6700	6800	-900
Rapeseed/Mustard					
Jaipur-(Condition)	8750	8775	8725	8750	25
Alwar-(Condition)	8300	8400	8300	8400	Unch
Sri Ganganagar-(Non-Condition)	7900	7950	7800	7850	100
New Delhi–(Condition)	8200	8250	8200	8250	Unch
Kota-(Condition)	8150	8250	8150	8250	Unch
Agra-(Condition)	8810	8905	8762	8857	48
Neewai-(Condition)	8050	8250	8050	8250	Unch
Hapur (UP)-(Condition)	8150	8350	8150	8350	Unch
Groundnut Seed					
Rajkot	NA	NA	NA	NA	-
Sunflower Seed					
Gulbarga	NA	NA	NA	NA	-
Latur	5500	5600	5500	5600	Unch
Sholapur	5500	5600	5500	5600	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	22-Sep-21	21-Sep-21	
Madhya Pradesh	50000	45000	5000
Maharashtra	45000	50000	-5000
kota	6400	7300	-900
Bundi (Raj)	300	10	290
Baran (Raj)	300	250	50
Jhalawar (Raj)	200	50	150
Rapeseed/Mustard			
Rajasthan	85000	90000	-5000
Alwar	1500	1500	Unch
Sri Ganganagar	500	400	100
Kota	250	250	Unch
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	800	800	Unch

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

Oilseeds	22-Sep-21	21-Sep-21	Change
Groundnut Kernel	7950	8000	-50
Gr. Bolds 60/70	9700	9700	Unch
Gr. Javas 60/70	13100	13100	Unch
Gr Javas 70/80	12700	12700	Unch
Gr.Javas 80/90	9700	9700	Unch
KardiSeed 2% Exp Qly	5500	5500	Unch
Sesame White 98/2/1 FM	8900	8900	Unch
Whitish 95/5/FFA/1FM	8700	8700	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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