

Oilseeds Domestic Fundamentals: Soybean Indore plant prices remain steady at lower level 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 steady supply as compared to previous day. RM seed supply remains short on demand.

- As per 1st Advance Estimates, released by the Department of Agriculture and Farmers Welfare, the estimated production of soybean during 2021-22 is 127.20 lakh tons vs 128.97 lakh tons last year.
- As per 1st Advance Estimates, released by the Department of Agriculture and Farmers Welfare, the estimated production of kharif groundnut during 2021-22 is 82.54 lakh tons vs 85.56 lakh tons last year.
- 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 5500-7000/qtl. levels in the near-term

NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Oct-21	-3.53	6152	6217	5882	6117
Nov-21	-2.10	5874	5911	5695	5845
Dec-21	-2.66	5943	5944	5733	5897

Contract	Volume	Change	OI	Change
Oct-21	26910	2,930	35530	-430
Nov-21	13605	2,530	30315	1690
Dec-21	1145	445	3060	385

Spread	Oct-21	Nov-21	Dec-21
Basis	6500		
Oct-21	383		
Nov-21		655	
Dec-21			603

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

Stocks	Demat 23-Sept-21	In-Process 23-Sept-21	Total 23-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	-1.80	8700	8725	8491	8674
Nov-21	-1.90	8700	8720	8472	8663
Dec-21	-1.92	8630	8637	8382	8575

Contract	Volume	Change	OI	Change
Oct-21	25770	5,670	41540	-2250
Nov-21	11860	5,300	14150	740
Dec-21	1760	520	9390	820

Spread	Oct-21	Nov-21	Dec-21
Basis	8887		
Oct-21	213		
Nov-21		224	
Dec-21			312

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

Stocks	Demat 23-Sept-21	In-Process 23-Sept-21	Total 23-Sept-21	FED 20-Sept-21
Sri Ganganagar	576	-	576	1041
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	2817	239	3056	3316
Jaipur	10090	1212	11302	10837
Alwar	29	-	29	29
Hapur	-	-	-	-

*RMS Fed Stocks Expiry on ---

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	24-Sep-21		23-Sep-21		
	Low	High	Low	High	
Indore –Plant	6200	6800	6000	6800	Unch
Indore–Mandi	4500	5800	4000	6000	-200
Nagpur-Plant	6700	7300	5900	6900	400
Nagpur – Mandi	3000	6000	4800	6700	-700
Latur – Mandi	5875	7655	6350	7415	240
Akola – Mandi	5100	6200	4300	5800	400
Kota-Plant	6200	6400	6500	6700	-300
Kota – Mandi	5300	5900	5600	6200	-300
Bundi-Plant	5500	5700	5900	6100	-400
Bundi-Mandi	5200	5600	5600	6000	-400
Baran-Plant	5600	6000	6000	6400	-400
Baran-Mandi	5400	5800	5800	6200	-400
Bhawani Mandi Jhalawar–Plant	6000	6200	6200	6400	-200
Jhalwar-Mandi	5800	6000	6000	6200	-200
Rapeseed/Mustard					
Jaipur-(Condition)	8875	8900	8825	8850	50
Alwar-(Condition)	8350	8450	8400	8500	-50
Sri Ganganagar-(Non-Condition)	7920	7970	7950	8000	-30
New Delhi–(Condition)	8250	8300	8300	8350	-50
Kota-(Condition)	7800	8000	7800	8000	Unch
Agra-(Condition)	8857	8952	8857	8952	Unch
Neewai-(Condition)	8100	8300	8150	8350	-50
Hapur (UP)-(Condition)	8250	8450	8200	8400	50
Groundnut Seed					
Rajkot	NA	NA	NA	NA	-
Sunflower Seed					
Gulbarga	4000	4950	4000	5000	-50
Latur	5600	5700	5500	5600	100
Sholapur	5600	5700	5500	5600	100
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-Sep-21	23-Sep-21	
Madhya Pradesh	125000	75000	50000
Maharashtra	90000	60000	30000
kota	6300	6600	-300
Bundi (Raj)	600	200	400
Baran (Raj)	100	150	-50
Jhalawar (Raj)	200	130	70
Rapeseed/Mustard			
Rajasthan	85000	85000	Unch
Alwar	1200	1000	200
Sri Ganganagar	300	600	-300
Kota	1500	1200	300
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	600	800	-200

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

Oilseeds	24-Sep-21	23-Sep-21	Change
Groundnut Kernel	7750	7900	-150
Gr. Bolds 60/70	9800	9800	Unch
Gr. Javas 60/70	13200	13200	Unch
Gr Javas 70/80	12800	12800	Unch
Gr.Javas 80/90	9800	9800	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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