

Oilseeds Domestic Fundamentals: Soybean Indore plant prices went down while arrival remained firm, prices likely to trade lower on new crop arrival and weak global cues. However, In Jaipur, RM seed prices went down as compared to previous day. RM seed supply remains short on demand.

- Heavy rains triggered by hurricane gulab in six states (Odisha, Telangana, Maharashtra, Andhra Pradesh, Chhattisgarh, Gujarat) has severely affected soybean and groundnut crop.
- 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 state government 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:

- US soy futures slide on USDA stock report, according to USDA stock report U.S. Farmers produced more soybeans, hold more stocks, the quarterly grain stocks were pegged at 256 million bushels vs. the avg. trade estimate of 174 million. The 2020-21 soybean production is pegged at 4.21 billion bushels vs. the trade's expectation of 4.13 billion bushels vs USDA's previous estimate of 4.13 billion bushels.
- According to market sources, china's soybean demand is expected to subdue in the fourth quarter of 2021 amid widespread power outages faced by local crushing plants.
- Low water level in Parana River is still an issue affecting exports from Argentina and Brazil.
- According to USDA, as on 26th Sept, 16% US soybean has been harvested vs 18% last year and 13% five-year average.
- As of 26th sept, USDA has estimated 58% of soybean is in good to excellent condition vs 64% last year.
- As on 21st September, USDA reported 26% of soybean production is within an area experiencing drought.
- 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.
- 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 lower amid new crop arrivals and weak global cues. The prices are expected to be in the range of 5000-6000/qtl. levels in the near-term

NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Oct-21	+1.61	5477	5598	5375	5565
Nov-21	+0.83	5425	5499	5327	5470
Dec-21	+0.64	5476	5545	5370	5511

Contract	Volume	Change	OI	Change
Oct-21	16395	-730	33470	-1530
Nov-21	24440	-2,565	47285	3415
Dec-21	2230	-1,625	6965	515

Spread	Oct-21	Nov-21	Dec-21
Basis	5250		
Oct-21	-315		
Nov-21		-220	
Dec-21			-261

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

NCDEX RM Seed Futures:

Contract	+/-	Open	High	Low	Close
Oct-21	-0.63	8379	8401	8250	8326
Nov-21	-0.79	8371	8396	8235	8305
Dec-21	-0.88	8263	8310	8156	8190

Contract	Volume	Change	OI	Change
Oct-21	17850	-8,800	24580	-4720
Nov-21	21590	-4,140	30900	1310
Dec-21	560	-1,460	12170	230

Spread	Oct-21	Nov-21	Dec-21
Basis	8537		
Oct-21	211		
Nov-21		232	
Dec-21			347

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

Stocks	Demat 1 st -Oct-21	In-Process 1 st -Oct-21	Total 1 st -Oct-21	FED 27-Sept-21
Akola	-	-	-	-
Indore	-	-	-	-
Kota	-	-	-	-
Sagar	-	-	-	-
Nagpur	-	-	-	-

*SBN Fed Stocks Expiry on ----

*RM Seed Fed Stocks Expiry on ----

Stocks	Demat 1 st -Oct-21	In-Process 1 st -Oct-21	Total 1 st -Oct-21	FED 27-Sept-21
Sri Ganganagar	868	150	1018	576
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	3127	40	3167	3244
Jaipur	10255	679	10934	11557
Alwar	49	-	49	29
Hapur	-	-	-	-

*RMS Fed Stocks Expiry on ---

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	04-Oct-21		02-Oct-21		
	Low	High	Low	High	
Indore –Plant	5000	5500	5200	5900	-400
Indore–Mandi	4000	5200	Closed	Closed	-
Nagpur-Plant	6400	7100	6300	7000	100
Nagpur – Mandi	4000	6100	Closed	Closed	-
Latur – Mandi	4455	6305	Closed	Closed	-
Akola – Mandi	4300	5500	Closed	Closed	-
Kota-Plant	5000	5600	5200	6000	-400
Kota – Mandi	3400	4600	Closed	Closed	-
Bundi-Plant	4700	5000	5200	5400	-400
Bundi-Mandi	3800	4400	Closed	Closed	-
Baran-Plant	4200	5000	4700	5500	-500
Baran-Mandi	3000	4500	Closed	Closed	-
Bhawani Mandi Jhalawar–Plant	4500	5200	5000	5500	-300
Jhalwar-Mandi	3000	4800	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	8525	8550	8575	8600	-50
Alwar-(Condition)	8200	8250	Closed	Closed	-
Sri Ganganagar-(Non-Condition)	7800	7850	7800	7900	-50
New Delhi–(Condition)	8200	8250	Closed	Closed	-
Kota-(Condition)	7700	7800	Closed	Closed	-
Agra-(Condition)	8381	8667	Closed	Closed	-
Neewai-(Condition)	7950	8050	Closed	Closed	-
Hapur (UP)-(Condition)	8100	8250	Closed	Closed	-
Groundnut Seed					
Rajkot	820	820	NA	NA	-
Sunflower Seed					
Gulbarga	5000	5600	Closed	Closed	-
Latur	5600	5700	Closed	Closed	-
Sholapur	5600	5700	Closed	Closed	-
Soybean Prices are in INR/ctl. (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/ctl.					

Oilseed Arrivals in Key Centers:

Commodity / Centre	Arrivals in Bags/Qtl		Change
Soybean	04-Oct-21	02-Oct-21	
Madhya Pradesh	275000	NA	-
Maharashtra	65000	NA	-
kota	5300	5600	-300
Bundi (Raj)	1300	Closed	-
Baran (Raj)	600	Closed	-
Jhalawar (Raj)	400	Closed	-
Rapeseed/Mustard			
Rajasthan	85000	NA	-
Alwar	800	Closed	-
Sri Ganganagar	700	500	200
Kota	1500	Closed	-
Groundnut Seed			
Rajkot (Gujarat)	1700	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	600	Closed	-

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

Oilseeds	4-Oct-21	2-Oct-21	Change
Groundnut Kernel	7300	7450	-150
Gr. Bolds 60/70	9900	9900	Unch
Gr. Javas 60/70	13300	13300	Unch
Gr Javas 70/80	12900	12900	Unch
Gr.Javas 80/90	9900	9900	Unch
KardiSeed 2% Exp Qly	5500	5500	Unch
Sesame White 98/2/1 FM	9100	9000	100
Whitish 95/5/FFA/1FM	8900	8800	100
Brown 48/2 FFA/4 FM	8600	8500	100
Brown 48/3 FFA/4 FM	8500	8400	100
Brown 48/4 FM/* No FFA Guarantee	8100	8000	100
Sunflower Seed	7300	7300	Unch
Niger Seed (4% FM)	8500	8500	Unch

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