

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

- GOI has imposed stock limit on edible oils, oilseeds till 31st March, 2022 to reduce prices. Exceptions have been given for exporters and importers.
- SEBI has banned new position in mustard futures till further order from Friday, however squaring off existing position will be allowed. SEBI has also banned launch of new futures or options contract till further notice, says the regulator, without citing any reason for the ban.
- 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.
- 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
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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 CONAB, brazil soybean area expected to increase from 38.9 million hectares to 39.91 million hectares, a slight increase of 2.5%. Brazil 2021-22 Soybean production estimate pegged at 140.75 MMT.
- As of 30th September, According to Ag Rural, Brazilian soybeans sowing has been commenced, 4% of the soybeans had been planted compared to 2% last year.
- 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 4th oct, 34% US soybean has been harvested vs 35% last year and 26% five-year average.
- As of 04th sept, USDA has estimated 58% of soybean is in good to excellent condition vs 64% last year.
- As on 28th September, USDA reported 28% 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.
- 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.

- 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, stock limit and weak global cues. The prices are expected to be in the range of 4500-5500/mt. levels in the near-term.

NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Oct-21	-4.47	5647	5670	5480	5490
Nov-21	-3.28	5573	5551	5352	5390
Dec-21	-3.27	5550	5559	5396	5436

Contract	Volume	Change	OI	Change
Oct-21	10665	1,700	16975	-5025
Nov-21	38570	11,235	69565	7605
Dec-21	10690	4,665	16320	3685

Spread	Oct-21	Nov-21	Dec-21
Basis	5450		
Oct-21	-40		
Nov-21		60	
Dec-21			14

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

NCDEX RM Seed Futures:

Contract	+/-	Open	High	Low	Close
Oct-21	-2.02	8340	8344	8160	8160
Nov-21	-1.09	8424	8424	8310	8310
Dec-21					

Contract	Volume	Change	OI	Change
Oct-21	1340	-1,330	12350	-1720
Nov-21	560	-2,640	36590	-560
Dec-21				

Spread	Oct-21	Nov-21	Dec-21
Basis	8512		
Oct-21	352		
Nov-21		202	
Dec-21			8512

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

Stocks	Demat	In-Process	Total	FED
	9th-Oct-21	9th-Oct-21	9th-Oct-21	4th-Oct-21
Akola	-	-	-	-
Indore	-	-	-	-
Kota	-	-	-	-
Sagar	-	-	-	-
Nagpur	-	-	-	-

*SBN Fed Stocks Expiry on ----

*RM Seed Fed Stocks Expiry on ----

Stocks	Demat	In-Process	Total	FED
	8th-Oct-21	8th-Oct-21	8th-Oct-21	4th-Oct-21
Sri Ganganagar	1108	131	1239	869
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	3585	30	3615	3346
Jaipur	10742	30	10772	10504
Alwar	49	-	49	49
Hapur	-	-	-	-

*RMS Fed Stocks Expiry on ---

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	11-Oct-21		09-Oct-21		
	Low	High	Low	High	
Indore –Plant	5400	5500	5500	5800	-300
Indore–Mandi	4000	5200	4000	5200	Unch
Nagpur-Plant	5700	6200	6000	6550	-350
Nagpur – Mandi	3800	5200	4000	5550	-350
Latur – Mandi	4430	6360	4430	6360	Unch
Akola – Mandi	4100	5200	4100	5200	Unch
Kota-Plant	5500	6200	5800	6400	-200
Kota – Mandi	4800	5800	5000	6000	-200
Bundi-Plant	5500	5800	5800	6150	-350
Bundi-Mandi	5200	5400	5500	5700	-300
Baran-Plant	5700	6300	6000	6500	-200
Baran-Mandi	5300	6000	5500	6200	-200
Bhawani Mandi Jhalawar–Plant	5200	6300	5500	6500	-200
Jhalwar-Mandi	4000	5600	4500	5800	-200
Rapeseed/Mustard					
Jaipur-(Condition)	8500	8525	8525	8550	-25
Alwar-(Condition)	8100	8150	8200	8250	-100
Sri Ganganagar-(Non-Condition)	7800	7850	7700	7750	100
New Delhi–(Condition)	8100	8150	8190	8220	-70
Kota-(Condition)	8000	8200	8000	8200	Unch
Agra-(Condition)	8524	8714	8571	8762	-48
Neewai-(Condition)	8000	8050	8000	8050	Unch
Hapur (UP)-(Condition)	8150	8200	8200	8250	-50
Groundnut Seed					
Rajkot	890	890	880	880	10
Sunflower Seed					
Gulbarga	NA	NA	4500	5800	-
Latur	6000	6100	6000	6100	Unch
Sholapur	6000	6100	6000	6100	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	11-Oct-21	09-Oct-21	
Madhya Pradesh	500000	70000	430000
Maharashtra	250000	40000	210000
kota	5850	6100	-250
Bundi (Raj)	350	300	50
Baran (Raj)	600	500	100
Jhalawar (Raj)	3000	1000	2000
Rapeseed/Mustard			
Rajasthan	80000	75000	5000
Alwar	1700	1500	200
Sri Ganganagar	600	600	Unch
Kota	1200	1200	Unch
Groundnut Seed			
Rajkot (Gujarat)	4200	2500	1700
Sunflower Seed			
Sholapur (Maharashtra)	400	400	Unch

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

Oilseeds	11-Oct-21	9-Oct-21	Change
Groundnut Kernel	7650	7425	225
Gr. Bolds 60/70	10100	10100	Unch
Gr. Javas 60/70	13500	13500	Unch
Gr Javas 70/80	13100	13100	Unch
Gr.Javas 80/90	10100	10100	Unch
KardiSeed 2% Exp Qly	5600	5600	Unch
Sesame White 98/2/1 FM	9200	9200	Unch
Whitish 95/5/FFA/1FM	9000	9000	Unch
Brown 48/2 FFA/4 FM	8700	8700	Unch
Brown 48/3 FFA/4 FM	8600	8600	Unch
Brown 48/4 FM/* No FFA Guarantee	8200	8200	Unch
Sunflower Seed	7400	7400	Unch
Niger Seed (4% FM)	8600	8600	Unch

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