Oilseeds Domestic Fundamentals: Indore soybean prices went down amid weak demand and tight arrival as compared to previous day. In Jaipur, RM seed prices went down amid higher acreage. RM seed supply remains short on demand.

Soybean

- According to Soybean Possessor Association of India (SOPA) November'21 Soy crush stood at 7 lakh tones Vs 6 lakh tonnes in Oct'21. Additionally, Oct'21 to Nov'21 soy crush stood at 13 lakh tonnes against 21 lakh tonnes last year same period.
- According to Soybean Possessor Association of India (SOPA) November'21 soybean arrival stood at 14 lakh tonnes Vs 15 lakh tonnes in Oct'21. Additionally, Oct'21 to Nov'21 soybean arrival stood at 29 lakh tonnes Vs 37 lakh tonnes last year same period.
- It is inferred from SOPA data that arrivals are slower as farmers are expecting better prices for soybean, but on the other hand industry is unable to find sufficient demand for soybean deoiled cake even at current prices. This has resulted into prices of soybean DOC as well as those of soybean declining despite of low arrivals.
- As per Agriwatch estimates, total availability of soymeal in the country for MY 2021-22 is likely to be 88.80 lakh tonnes. Annual soymeal consumption stands between 60-65 lakh tonnes while 15-18 lakh tonnes soymeal is exported annually. So, demand and supply of soymeal in the country seems balanced.
- Despite request from poultry industry, Government of India has no current plans to allow imports of GM soymeal beyond the past deadline of 31 Oct 2021. Traders managed to import 6.5 lakh tonnes GM soymeal against 12 lakh tonnes permitted by the government within the stipulated period.
- Soybean Processors Association of India has strongly opposed extension of GM soymeal import date up to March 31, 2022 citing comfortable demand and supply situation in the country as domestic soybean production has increased by 15%. This year 5-6 lakh tonnes of soymeal have been already imported. However, Poultry Breeders' Association, has demanded from GOI for extension of import deadline from 31st Jan to 31st march so as to import the balance quantity from the 12-lakh tone quota.
- As per sources, farmers are willing to hold more soy produce in anticipation of higher prices in future as a result sale to soy processors remained low, October crush total was 37% below last years, according to SOPA and is expected to remain below normal in November. However, declining imports of edible oil may rebound crushing demand of soybean.
- Week ended 04th Dec, the average daily arrivals in Madhya Pradesh stood at 2.79 Lakh bags vs 3.78 Lakh bags last week. In Maharashtra average daily arrival stood at 2.29 lakh bags Vs 2.85 lakh bags last week and in Rajasthan the average daily arrivals stood at 30,833 bags vs 39,166 bags previous week.
- In Madhya Pradesh, in Nov'21 average daily soybean arrival stood at 3.53 lakh Bags Vs 3.14 lakh Bags previous month. In Maharashtra, Nov'21 average daily soybean arrival stood at 2.78 lakh Bags Vs 2.14 lakh Bags previous month.
- Agriwatch has estimated India's 2021/22 soybean output estimate to 12 million tonnes, vs 10.45million tonnes in 2020/21.
- 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.
- According to department of commerce, India's soybean import decreased in the month of September 2021 by 45% to 63,612.49 tonnes compared to 116384.93 tonnes during previous month. Further, the soybean imports were up by 235% in September'2021 compared to the same period last year. Of the total exported quantity, around 19,519.57 tonnes exported by Mozambique, Malawi 17,762.66 tonnes, Tanzania 11,639.32 tonnes.
- US soybean harvesting is almost completed and expected estimated production pegged at 120.42 MMT.
- As on 9th December, according to Buenos Aires Grains Exchange, In Argentina, Soybean sowing progress stood at 56.1% sowing have been completed Vs 57.1% last year same period and 63.4% five-year average.
- According to Ag Rural, Brazilian soybeans sowing progress stood at, 90% compared to 87% same period last year and 86% average. Dry weather condition amid La Nina precipitation in south brazil and Argentina may affect early-planted crops with some yield loss concerns.

- According to USDA December'21 report, Soy production estimate for India kept unchanged at 11.9 million tonnes, US soy production unchanged at 120.42 MMT, Argentina's production unchanged at 49.5 million on a lower harvested area, Brazil soy production is estimated unchanged at 144 MMT.
- According to National Association of Grain Exporters (ANEC) Brazil's soy export in Nov'21 stood at 2.28 million MT compared with 0.7 million MT in the same month last year
- As per USDA forecasts, China is set to import record soybean, triggered by herd recovery in 2021 and 2022. Additionally, improved crush margin will also support soy import. USDA estimates China's 2021-22 soybean imports at 100 MMT Vs 99.76 MMT last year.
- U.S. November Soybean Crush Seen at 181.64 Million Bushels: NOPA

  According to NOPA, U.S. November'21 soybean crush is seen at 181.64 million bushels compared to 183.99 million bushels in October, down by 1.3 percent. On yearly comparison it is up by 0.34 percent from 181.01 million bushels crushed last year in November 2020.

RM seed

- As per Agriwatch estimates, this season all India RM seed acreage likely to remain above 84 lakh hectare and production at 97 to 100 lakh tonnes.
- According to GOI, as on 10th Dec, All India Mustard sowing is up by 23.8% at 81.65 Lakh Ha compared with 65.96 Lakh Ha last year.
- According to Central Organization for Oil Industry and Trade (COOIT) production of the mustard to increase to a record 100-110 lakh tonnes this season.
- As per sources, overall crop condition seems good in Rajasthan.
- Mustard sowing expected to end with 18-20% increase in acreage.
- Rajasthan govt. has imposed stock limit on oil seeds and edible oils on 26th Nov'21 till 31st march 22. Stock limit for Mustard seed, Toria, Taramira and Rayda for whole sellers is 2000 Qtl and retail trader oilseed storage limit pegged at 100 Qtl.

Rapeseed Mustard sowing progress		As on 10th Dec'21		
	Normal area	2021-22	2020-21	% Change
Rajasthan	25.51	34.72	24.57	41.3%
Uttar Pradesh	6.95	13.64	12.31	10.8%
Madhya Pradesh	6.91	10.66	7.42	43.7%
Haryana	5.63	7.45	6.08	22.5%
West Bengal	5.50	3.90	4.10	-4.9%
Gujarat	1.96	3.20	2.09	53.1%
Assam	2.89	2.61	2.55	2.4%
Jharkhand	2.60	1.60	2.60	-38.5%
Bihar	0.82	1.11	1.16	-4.3%
Chattisgarh	0.44	0.82	0.98	-16.3%
Odisha	0.08	0.51	0.72	-29.2%
Jammu And Kashmir	0.48	0.28	0.26	7.7%
Arunanchal Pradesh	0.28	0.27	0.28	-3.6%
Uttrakhand	0.15	0.17	0.16	6.3%
Nagaland	0.28	0.08	0.20	-60.0%
Sikkim	0.03	0.03	0.03	0.0%
Total	61.55	81.65	65.96	23.8%

Data source-GOI | Area in Lakh ha

- As per Agriwatch estimates, till 30th Nov'21 76 lakh tonne crushing has been completed, 10.8 lakh tonne is with farmers, processors and stockists. There is no procurement by NAFED and HAFED. Endind stock is estimated at 3.2 lakh tonne.
- According to Solvent extractors association of India, the export of rapeseed meal in September'21 is reported at 62,725 metric tonnes against last year 140,830 metric tonnes during the same period i.e., down by 55%,
- USDA in its December'21 report, Canada canola production estimates pegged at 12.6 MMT Vs 19.48 MMT previous year, China at 14 MMT Vs 14 MMT last year, EU at 17.25 MMT Vs 16.28 MMT.
- According to USDA December'21 report, Canada canola exports estimated down to 5.3 MMT Vs 10.51 MMT last year.

- Lower canola production in Canada has disrupted exports and major importers likely turn to Australia to offset displaced imports.

Outlook: Soybean (plant delivery, Indore) prices are expected to trade rangebound with firm bias amid tight supply. The prices are expected to be in the range of 6100-6500/qtl. levels in the near-term. RM seed prices are expected to trade firm as current availability remains short of demand. Additionally, global factors too supporting prices.

NCDEX Soybean Futures:

Contract	% change	Open	High	Low	Close
Dec-21	-	-	-	-	-
Jan-22	-	-	-	-	-
Feb-22	-	-	-	-	-

Contract	Volume	Change	OI	Change
Dec-21	-	-	-	-
Jan-22	-	-	-	-
Feb-22	-	-	-	-

Spread	Dec-21	Jan-22	Feb-22
Basis	-	-	-
Dec-21	-	-	-
Jan-22	-	-	-
Feb-22	-	-	-

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

Stocks	Demat	In-Process	Total	FED
	16th-Dec-21	16th-Dec-21	16th-Dec-21	10th-April-22
Akola	8559	546	**9105**	464
Indore	90	-	**90**	-
Kota	-	-	-	-
Sagar	-	-	-	-
Nagpur	-	-	-	-

SBN Fed Stocks Expiry on ----
RM Seed Fed Stocks Expiry on ----

NCDEX RM Seed Futures:

Contract	% change	Open	High	Low	Close
Dec-21	-	-	-	-	-
Jan-22	-	-	-	-	-
Feb-22	-	-	-	-	-

Contract	Volume	Change	OI	Change
Dec-21	-	-	-	-
Jan-22	-	-	-	-
Feb-22	-	-	-	-

Spread	Dec-21	Jan-22	Feb-22
Basis	-	-	-
Dec-21	-	-	-
Jan-22	-	-	-
Feb-22	-	-	-

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

Stocks	Demat	In-Process	Total	FED
	-	-	-	-
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	-	-	-	-
Jaipur	-	-	-	-
Alwar	-	-	-	-
Hapur	-	-	-	-

RMS Fed Stocks Expiry on ---

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	**18-Dec-21**		**17-Dec-21**		
	Low	**High**	**Low**	**High**	
Indore –Plant	6350	6450	6400	6500	-50
Indore–Mandi	6100	6400	6100	6400	Unch
Nagpur-Plant	6500	6600	6550	6700	-100
Nagpur – Mandi	6000	6325	5900	6300	25
Latur – Mandi	5950	7000	5950	7000	Unch
Akola – Mandi	5300	7290	5450	6700	590
Kota-Plant	6400	6500	6400	6730	-230
Kota – Mandi	6100	6400	6100	6530	-130
Bundi-Plant	6400	6500	6350	6550	-50
Bundi-Mandi	6200	6400	6250	6450	-50
Baran-Plant	6400	6600	6300	6670	-70
Baran-Mandi	6200	6400	6000	6470	-70
Bhawani Mandi Jhalawar–Plant	6500	6600	6550	6650	-50
Jhalwar-Mandi	6000	6400	6150	6450	-50
Rapeseed/Mustard					
Jaipur-(Condition)	7900	7925	8050	8075	-150
Alwar-(Condition)	7500	7600	7750	7800	-200
Sri Ganganagar-(Non-Condition)	7200	7300	7600	7625	-325
New Delhi–(Condition)	7550	7600	7750	7850	-250
Kota-(Condition)	7400	7500	7475	7675	-175
Agra-(Condition)	7905	8000	8238	8333	-333
Neewai-(Condition)	7400	7600	7450	7750	-150
Hapur (UP)-(Condition)	7400	7500	7550	7650	-150
Groundnut Seed					
Rajkot	920	920	919	919	1
Sunflower Seed					
Gulbarga	4800	5400	4800	5400	Unch
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	**18-Dec-21**	**17-Dec-21**	
Madhya Pradesh	130000	160000	**-30000**
Maharashtra	100000	150000	**-50000**
kota	6450	6565	**-115**
Bundi (Raj)	800	200	**600**
Baran (Raj)	2000	5000	**-3000**
Jhalawar (Raj)	2000	3000	**-1000**
Rapeseed/Mustard			
Rajasthan	65000	85000	**-20000**
Alwar	5000	1500	**3500**
Sri Ganganagar	300	600	**-300**
Kota	700	500	**200**
Groundnut Seed			
Rajkot (Gujarat)	NA	6000	**-**
Sunflower Seed			
Sholapur (Maharashtra)	800	800	**Unch**

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

Oilseeds	18-Dec-21	17-Dec-21	Change
Groundnut Kernel	6600	6600	**Unch**
Gr. Bolds 60/70	8800	8800	**Unch**
Gr. Javas 60/70	9600	9600	**Unch**
Gr Javas 70/80	9400	9400	**Unch**
Gr.Javas 80/90	9200	9200	**Unch**
KardiSeed 2% Exp Qly	5900	5900	**Unch**
Sesame White 98/2/1 FM	9700	9700	**Unch**
Whitish 95/5/FFA/1FM	9500	9500	**Unch**
Brown 48/2 FFA/4 FM	9100	9100	**Unch**
Brown 48/3 FFA/4 FM	9000	9000	**Unch**
Brown 48/4 FM/* No FFA Guarantee	8600	8600	**Unch**
Sunflower Seed	6500	6500	**Unch**
Niger Seed (4% FM)	7500	7500	**Unch**