Oilseeds Domestic Fundamentals: Today soybean prices remained steady in Madhya Pradesh, however arrival remained firm as compared to previous day. In Maharashtra, soybean witnessed gains despite firm arrival. While in Rajasthan soy prices went down as compared to previous day. Overall peak arrival of soybean is over now and despite tight arrival domestic soy prices seems sluggish amid slacked soymeal export demand. RM seed prices went up in Jaipur amid tight supply as compared to previous day.

Soybean

- 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.
- Agriwatch has estimated India's 2021/22 soybean output estimate to 12 million tonnes, vs 10.45million tonnes in 2020/21.
- Department of consumer affairs, food and public distribution has imposed stock limit on soymeal till June 30, 2022. Soymeal millers, processors or plants are allowed to hold stocks only up to 90 days of production, the limits were imposed after amending the Essential Commodities Act of 1955 to include soymeal in the category.
- Upon directions from the Government, SEBI has asked the exchanges to suspend trading in seven commodities, including soybean. Accordingly, no new contracts of soybean would be launched on NCDEX until further notice and only squaring off of positions is allowed in existing contracts.
- 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 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.
- 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.
- 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 30th December, according to Buenos Aires Grains Exchange, In Argentina, Soybean sowing progress stood at 81.4% sowing have been completed V 87.5% last year same period and 88.4% five-year average.
- As on 30th December, according to Buenos Aires Grains Exchange, 56% soy crop is in excellent to good condition Vs 71% previous week, 36% soy crop is in fair condition Vs 26% previous week and 8% soy crop is in poor/very poor condition Vs 3% previous week.

- 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

Rapeseed Mustard sowing progress		As on 31st Dec'21		
	Normal area	2021-22	2020-21	% Change
Rajasthan	25.51	35.27	25.66	37.5%
Uttar Pradesh	6.95	14.08	12.33	14.2%
Madhya Pradesh	6.91	11.36	7.79	45.8%
Haryana	5.63	7.67	6.10	25.7%
West Bengal	5.50	5.40	5.72	-5.6%
Gujarat	1.96	3.35	2.14	56.7%
Assam	2.89	3.08	3.16	-2.4%
Jharkhand	2.60	3.01	3.91	-23.1%
Bihar	0.82	1.46	1.41	3.5%
Chattisgarh	0.44	1.16	1.40	-16.7%
Odisha	0.08	0.80	0.95	-15.7%
Jammu And Kashmir	0.48	0.31	0.28	8.6%
Arunanchal Pradesh	0.28	0.00	0.00	6.7%
Uttrakhand	0.15	0.17	0.17	0.0%
Nagaland	0.28	0.20	0.25	-22.8%
Sikkim	0.03	0.03	0.03	-0.9%
Others	1.06	1.19	1.00	18.9%
Total	61.55	88.54	72.30	22.5%
Data source-GOI			Area in Lakh ha	

- According to GOI, as on 31st Dec, All India Mustard sowing is up by 22.5% at 88.54 Lakh Ha compared with 72.30 Lakh Ha last year.
- According to Department of agriculture, Rajasthan, as on 27th Dec, Rapeseed Mustard sowing is up by 37% and stood at 33.87 lakh hectare vs 24.7 lakh hectare last year same period.New crop arrival likely to pick up from second fortnight of February.
- 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 Solvent extractors association of India, India's exports for rapeseed meal during April-Nov'2021 was down 10% at 7,00,613 metric tonnes compared to 7,74,849 metric tonnes during the same period previous marketing season.
- The export of rapeseed meal in November'21 is reported at 42,383 metric tonnes against last year 45,050 metric tonnes during the same period i.e., down by 6%.
- 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.
- 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. ending stock is estimated at 3.2 lakh tonne.
- 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 weak bias amid slacked soymeal demand. However, bullish CBOT soybean underpinning prices in near term. The prices are expected to be in the range of 6100-6500/qtl. levels in the near-term. RM seed prices are expected to correct from higher level amid higher acreage.

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	**05-Jan-22**		**04-Jan-22**		
	Low	**High**	**Low**	**High**	
Indore –Plant	6450	6550	6450	6550	Unch
Indore–Mandi	6100	6450	6200	6450	Unch
Nagpur-Plant	6650	6750	6500	6600	150
Nagpur – Mandi	6050	6450	5900	6300	150
Latur – Mandi	5700	6500	5895	6425	75
Akola – Mandi	5300	6500	5300	6480	20
Kota-Plant	6200	6450	6500	6625	-175
Kota – Mandi	6100	6425	6400	6600	-175
Bundi-Plant	6250	6400	6400	6550	-150
Bundi-Mandi	6150	6300	6300	6450	-150
Baran-Plant	6330	6630	6450	6750	-120
Baran-Mandi	6230	6430	6350	6550	-120
Bhawani Mandi Jhalawar–Plant	6400	6500	6550	6650	-150
Jhalwar-Mandi	6250	6350	6400	6500	-150
Rapeseed/Mustard					
Jaipur-(Condition)	7625	7650	7500	7525	125
Alwar-(Condition)	7300	7400	7300	7400	Unch
Sri Ganganagar-(Non-Condition)	6900	7000	6900	7000	Unch
New Delhi–(Condition)	7350	7400	7350	7400	Unch
Kota-(Condition)	7300	7400	7200	7300	100
Agra-(Condition)	7762	7857	7762	7857	Unch
Neewai-(Condition)	7000	7200	6930	7130	70
Hapur (UP)-(Condition)	7100	7200	7000	7100	100
Groundnut Seed					
Rajkot	915	915	901	901	14
Sunflower Seed					
Gulbarga	5000	5200	4500	5300	-100
Latur	5900	6000	5900	6000	Unch
Sholapur	5900	6000	5900	6000	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	**05-Jan-22**	**04-Jan-22**	
Madhya Pradesh	150000	130000	20000
Maharashtra	115000	110000	5000
kota	6325	6562	-237
Bundi (Raj)	600	400	200
Baran (Raj)	2500	1800	700
Jhalawar (Raj)	3200	2500	700
Rapeseed/Mustard			
Rajasthan	55000	60000	-5000
Alwar	400	1000	-600
Sri Ganganagar	200	500	-300
Kota	800	500	300
Groundnut Seed			
Rajkot (Gujarat)	2400	5400	-3000
Sunflower Seed			
Sholapur (Maharashtra)	900	900	Unch

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

Oilseeds	5-Jan-22	4-Jan-22	Change
Groundnut Kernel	6600	6600	Unch
Gr. Bolds 60/70	8500	8500	Unch
Gr. Javas 60/70	9300	9300	Unch
Gr Javas 70/80	9100	9100	Unch
Gr.Javas 80/90	8900	8900	Unch
KardiSeed 2% Exp Qly	6300	6300	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)	8200	8200	Unch