

**Oilseeds Domestic Fundamentals:** Today soybean prices remained firm in Indore, as less arrival in mandis continues. In Nagpur too, soybean prices went up as compared to previous day. In Kota soy prices went up as compared to previous day. Domestic soy prices remain underpinned by strength in CBOT soybean which is hovering at five months high. RM seed prices went down as compared to previous day.

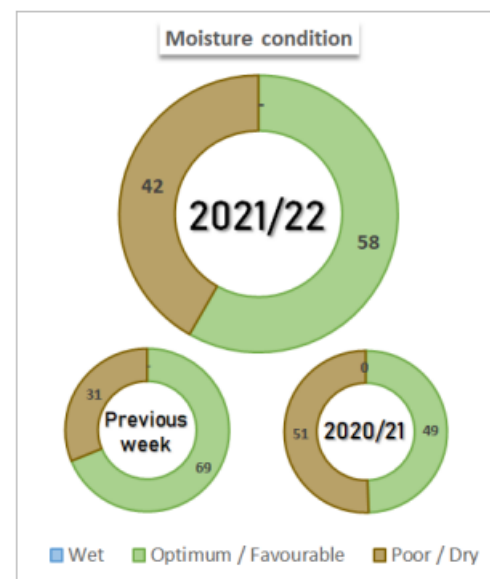
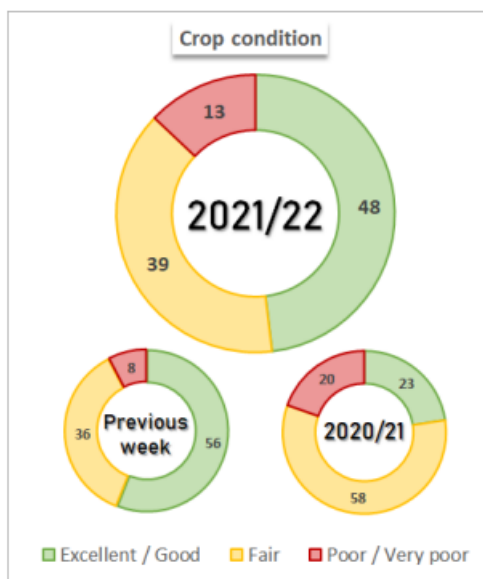
### **Soybean**

- Bihar government has imposed stock limit on 05<sup>th</sup> of Jan'22 for edible oil and edible oilseed till 31<sup>st</sup> March'22. For municipal corporation areas stock limit on edible oil is at 500 quintal and on edible oil seed is at 1000 quintal. However, for all other areas, stock limit on edible oil is at 250 quintal and on edible oilseed is at 500 quintals.
- 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.
- 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.

### **International updates**

- CBOT January soybeans witnessed gain of 5.48% to \$ 14.01 a bushel for the week ended 08th Dec. March futures too increased by 5.30% to \$ 14.10 a bushel. Dry weather condition in Argentina and Brazil pushed CBOT soybean at five months high. In upcoming USDA report we expect a soy production cut for Brazil and Argentina.
- AgRural has slashed its previously estimated Brazil soybean production estimates by 11.3 MMT due to drought. Earlier it was estimated to all-time record of 144 MMT but it has now been reduced to 133.4 MMT.
- US soybean harvesting is almost completed and expected estimated production pegged at 120.42 MMT.

- 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.
- As on 06<sup>th</sup> Jan, according to Buenos Aires Grains Exchange, In Argentina, Soybean sowing progress stood at 86.8% sowing have been completed V 93.5% last year same period and 94.7% five-year average.
- As on 06<sup>th</sup> January, according to Buenos Aires Grains Exchange, 48% soy crop is in excellent to good condition Vs 56% previous week, 39% soy crop is in fair condition Vs 36% previous week and 13% soy crop is in poor/very poor condition Vs 8% previous week.



### RM seed

- 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.

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%
Arunachal Pradesh	0.28	0.00	0.00	6.7%
Uttarakhand	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%
<b>Total</b>	<b>61.55</b>	<b>88.54</b>	<b>72.30</b>	<b>22.5%</b>
Data source-GOI		Area in Lakh ha		

- 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 firm bias on the back of strength in CBOT soybean. The prices are expected to be in the range of 6200-6700/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	10-Jan-22		08-Jan-22		
	Low	High	Low	High	
Indore –Plant	6500	6600	6450	6550	50
Indore–Mandi	6100	6450	6200	6450	Unch
Nagpur-Plant	6700	6805	6500	6650	155
Nagpur – Mandi	5000	6555	5000	6400	155
Latur – Mandi	6000	6470	6000	6470	Unch
Akola – Mandi	5400	6825	5300	6670	155
Kota-Plant	6600	6700	6500	6600	100
Kota – Mandi	6300	6500	6200	6400	100
Bundi-Plant	6450	6600	6400	6550	50
Bundi-Mandi	6250	6475	6200	6425	50
Baran-Plant	6500	6800	6400	6700	100
Baran-Mandi	6400	6700	6300	6550	150
Bhawani Mandi Jhalawar–Plant	6550	6750	6500	6700	50

Jhalwar-Mandi	6250	6650	6200	6550	100
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	7675	7700	7800	7825	-125
Alwar-(Condition)	7100	7200	7500	7600	-400
Sri Ganganagar-(Non-Condition)	7150	7200	6850	6900	300
New Delhi-(Condition)	7550	7600	7350	7400	200
Kota-(Condition)	7250	7350	7300	7400	-50
Agra-(Condition)	7810	8000	7810	8000	Unch
Neewai-(Condition)	7250	7350	7200	7300	50
Hapur (UP)-(Condition)	7100	7250	7200	7350	-100
<b>Groundnut Seed</b>					
Rajkot	930	930	915	915	15
<b>Sunflower Seed</b>					
Gulbarga	5000	5200	5000	5200	Unch
Latur	6100	6200	5900	6100	100
Sholapur	6100	6200	5900	6100	100
Soybean Prices are in INR/ctl. (1 bag=90 kg). Mandi prices – Loose, Mustard Seed Prices are in INR/ct (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
<b>Soybean</b>	<b>10-Jan-22</b>	<b>08-Jan-22</b>	
Madhya Pradesh	130000	100000	30000
Maharashtra	110000	100000	10000
kota	6650	6550	100
Bundi (Raj)	100	150	-50
Baran (Raj)	1300	2000	-700
Jhalawar (Raj)	1000	1500	-500
<b>Rapeseed/Mustard</b>			
Rajasthan	45000	35000	10000
Alwar	5000	1000	4000
Sri Ganganagar	600	200	400
Kota	800	500	300
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	4650	2400	2250

<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	300	400	<b>-100</b>

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

<b>Oilseeds</b>	<b>10-Jan-22</b>	<b>8-Jan-22</b>	<b>Change</b>
Groundnut Kernel	6600	6600	<b>Unch</b>
Gr. Bolds 60/70	8500	8500	<b>Unch</b>
Gr. Javas 60/70	9300	9300	<b>Unch</b>
Gr Javas 70/80	9100	9100	<b>Unch</b>
Gr.Javas 80/90	8900	8900	<b>Unch</b>
KardiSeed 2% Exp Qly	6300	6300	<b>Unch</b>
Sesame White 98/2/1 FM	9700	9700	<b>Unch</b>
Whitish 95/5/FFA/1FM	9500	9500	<b>Unch</b>
Brown 48/2 FFA/4 FM	9100	9100	<b>Unch</b>
Brown 48/3 FFA/4 FM	9000	9000	<b>Unch</b>
Brown 48/4 FM/* No FFA Guarantee	8600	8600	<b>Unch</b>
Sunflower Seed	6500	6500	<b>Unch</b>
Niger Seed (4% FM)	8200	8200	<b>Unch</b>

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