

Oilseeds Domestic Fundamentals: Soybean Indore plant prices remained steady despite tight 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 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:

- 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 subside 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 3.91 MMT.
- 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 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	-1.32	5742	5797	5666	5735
Nov-21	-1.60	5652	5681	5550	5602
Dec-21	-1.38	5700	5720	5603	5656

Contract	Volume	Change	OI	Change
Oct-21	8370	-6,130	25870	-2155
Nov-21	27495	2,100	56880	4110
Dec-21	4060	1,315	9965	2090

Spread	Oct-21	Nov-21	Dec-21
Basis	5750		
Oct-21	15		
Nov-21		148	
Dec-21			94

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

NCDEX RM Seed Futures:

Contract	+/-	Open	High	Low	Close
Oct-21	-1.39	8425	8520	8351	8379
Nov-21	-0.91	8450	8515	8403	8428
Dec-21	-0.26	8302	8443	8302	8408

Contract	Volume	Change	OI	Change
Oct-21	7590	-2,200	16740	-1160
Nov-21	19480	-6,490	40350	1710
Dec-21	3010	-110	12410	160

Spread	Oct-21	Nov-21	Dec-21
Basis	8687		
Oct-21	308		
Nov-21		259	
Dec-21			279

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

Stocks	Demat	In-Process	Total	FED
	6th-Oct-21	6th-Oct-21	6th-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
	6th-Oct-21	6th-Oct-21	6th-Oct-21	4th-Oct-21
Sri Ganganagar	1078	70	1148	869
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	3593	80	3673	3346
Jaipur	10514	199	10713	10504
Alwar	49	-	49	49
Hapur	-	-	-	-

*RMS Fed Stocks Expiry on ---

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
	07-Oct-21		06-Oct-21		
Soybean	Low	High	Low	High	
Indore –Plant	5500	6000	5500	6000	Unch
Indore–Mandi	Closed	Closed	4500	5800	-
Nagpur-Plant	6700	7100	6700	7070	30
Nagpur – Mandi	4000	6100	4300	6070	30
Latur – Mandi	4350	6250	Closed	Closed	-
Akola – Mandi	4400	4900	Closed	Closed	-
Kota-Plant	6200	6800	6200	6800	Unch
Kota – Mandi	Closed	Closed	4600	5800	-
Bundi-Plant	5800	6100	5800	6100	Unch
Bundi-Mandi	Closed	Closed	4900	5500	-
Baran-Plant	6000	6800	6000	6800	Unch
Baran-Mandi	Closed	Closed	4800	6300	-
Bhawani Mandi Jhalawar–Plant	5200	6700	5200	6700	Unch
Jhalwar-Mandi	Closed	Closed	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	8675	8700	8700	8725	-25
Alwar-(Condition)	Closed	Closed	8350	8400	-
Sri Ganganagar-(Non-Condition)	Closed	Closed	7850	7950	-
New Delhi–(Condition)	8300	8350	8360	8410	-60
Kota-(Condition)	Closed	Closed	7900	8000	-
Agra-(Condition)	8619	8857	8619	8857	Unch
Neewai-(Condition)	8150	8250	8150	8250	Unch
Hapur (UP)-(Condition)	8200	8350	8150	8300	50
Groundnut Seed					
Rajkot	870	870	800	800	70
Sunflower Seed					
Gulbarga	NA	NA	Closed	Closed	-
Latur	6000	6100	Closed	Closed	-
Sholapur	6000	6100	Closed	Closed	-
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/QtI		Change
	07-Oct-21	06-Oct-21	
Soybean			
Madhya Pradesh	100000	500000	-400000
Maharashtra	80000	70000	10000
kota	6500	6500	Unch
Bundi (Raj)	Closed	300	-
Baran (Raj)	Closed	200	-
Jhalawar (Raj)	Closed	Closed	-
Rapeseed/Mustard			
Rajasthan	60000	75000	-15000
Alwar	Closed	600	-
Sri Ganganagar	Closed	500	-
Kota	Closed	700	-
Groundnut Seed			
Rajkot (Gujarat)	2800	2500	300
Sunflower Seed			
Sholapur (Maharashtra)	400	Closed	-

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

Oilseeds	7-Oct-21	6-Oct-21	Change
Groundnut Kernel	7425	7400	25
Gr. Bolds 60/70	10100	10000	100
Gr. Javas 60/70	13500	13400	100
Gr Javas 70/80	13100	13000	100
Gr.Javas 80/90	10100	10000	100
KardiSeed 2% Exp Qly	5600	5500	100
Sesame White 98/2/1 FM	9200	9100	100
Whitish 95/5/FFA/1FM	9000	8900	100
Brown 48/2 FFA/4 FM	8700	8600	100
Brown 48/3 FFA/4 FM	8600	8500	100
Brown 48/4 FM/* No FFA Guarantee	8200	8100	100
Sunflower Seed	7400	7300	100
Niger Seed (4% FM)	8600	8500	100

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