

Oilmeals Weekly Research Report

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Executive Summary

Soybean and soymeal fell, as expected, after rise in supplies after ease of lock down restrictions at various trading centers. Mandies are opened now, farmers were ready to release their holding stocks at the current market prices.

Also, the market was waiting for the fall as the prices were unnecessarily at the very higher levels for consumers and the processing was getting unviable day by day.

The soybean plant average delivery price at Nagpur is quoted lower at Rs. 7,006/qtl. Also, soymeal traded lower on weak domestic demand in this week.

However, the rapeseed-mustard and rapeseed oilcake increased on firm local demand. Firmness in mustard oil is supporting prices.

While, groundnut's market moved down on good supplies of new rabi crops. Farmers are releasing their stock to book the profit at the current level. However, expected less stocks in coming days will support price to rise.

The rapeseed-mustard average prices increased 0.74% and rapeseed oilcake rose by 0.32%, however soymeal declined by 0.95%.

We feel the soy and rapeseed-mustard complex to go up after ease of lockdown restrictions. Millers may actively process seeds for crushing to fulfil regular retailers demand. Also, soymeal and rapeseed meal demand may improve in international markets. On the hand, China may again come forward to buy a bulk order and can get support from domestic soymeal prices. We can see firmness in exports of oilmeals in May'21.

India's export of oilmeals for the month of April 2021 is reported at 303,458 metric tonnes compared to 102,150 metric tonnes in April 2020 i.e. up by +197%.

Bullish global soybean outlook will also support price to rise in the soy markets in medium-term. Besides, groundnut prices will feature range-bound movement with firm bias in coming days. Currently, heavy supplies after ease of lock down restrictions has pulled down prices. Expected firm trend in edible oil will also lend a support to rise seeds prices in medium-term.

Outlook – Cash Market

Outlook - Soybean (Spot, Nagpur): *The soybean prices will feature range-bound movement with firm bias on rise in crushing demand for seed. Bullish sentiments in international soybean markets will also lend a support. The prices (Nagpur, Plant basis) are expected to feature range bound movement in the price band of 7,150 – 7,400 level.*

Outlook – Soy meal: *Soymeal prices are expected to rise on improved offtake from the poultry and feed manufacturers, also strong soymeal export sales and bullish sentiments in overseas markets will support prices. The soymeal exports continued to be strong since the commencement of marketing season. Soy meal, Indore is expected to be in the range of 60,000 – 62,500 MT levels during the week.*

Outlook - Rapeseed-Mustard (Spot, Jaipur basis): *Rapeseed-mustard is expected to feature range-bound movement on firm-bias on good in demand at the higher prices. The seed prices are likely to witness the price levels between 7,250 –7,600/Qtl; levels during the week.*

International Highlights

- ❖ CBOT July soybean futures closed 34.50 cents higher at \$ 15.83 1/4. New crop November soybean futures closed 32 cents higher at \$ 14.35 3/4, on Friday.
- ❖ According to the data released by NOPA, US crushed drops to 160.310 million bushels of soybeans in April 21, second consecutive month of reduction also slightly less than expected. The soybean processing was down from 171.75 million bushels in April 2020 also lower from 177.98 million bushels in March 2021. The market is expected lower US soybean crush figure for May'21 on dwindling stocks.
- ❖ Buenos Aires Gain Exchange has kept the Argentina 2020/21 soybean crop harvest estimate higher at 43.5 million tonnes vs 43 million tonnes from its previous estimates in expectation of better crop yield. So far, farmers have harvested total 91.4% of this season's soy crop.
- ❖ US soybean planting, as on May 23, 2021, stood at 87% down from 90% same period last year however up from 5-year average of 80%. Further, the US soybean emerged by 63% lower from 75% same period last season however up from 5-year average of 54%.
- ❖ As per recent USDA May'21 report, Soybean production in the world is likely to increase by 6% to 386 million tonnes in next season (September- 2021- August 2020) in expectation of higher crop size in US and India. Total crop size in India may stand higher by 750,000 tonnes to 11.2 Million tonnes against 10.45 Million tonnes in this season. Higher soybean prices in this season will encourage farmers in India to cover higher soybean area.
- ❖ As per custom data, China has imported higher soybean in April 2021 as compared to last year as delayed cargoes have arrived now. The country has imported 11% higher oilseeds at 7.45 million tonnes in April 2021 against 6.71 million tonnes in previous year.
- ❖ CONAB has raised Brazil's 2020/21 soybean crop estimate to 135.54 million tonnes vs 135.131 million tonnes in March forecast and 124.845 million tonnes in 2019/20.

Soybean

Soybean declined amid heavy supplies after ease of lock down restrictions.

Import duty on edible oils may reduce which may put pressures on edible prices and also affect soy prices. However, low soy stock in US and lock down condition in Argentina will support prices at some extent.

CBOT July soybean futures closed 34.50 cents higher at \$ 15.83 1/4. New crop November soybean futures also closed 32 cents up at \$ 14.35 3/4, on Friday.

In May'21 released data, the global 2021/22 soybean production estimate kept higher at 386 million tonnes vs 363.18 million tonnes in the previous year. Total crop size in India may stand higher by 750,000 tonnes to 11.2 Million tonnes against 10.45 Million tonnes in this season. Higher soybean prices in this season will encourage farmers in India to cover higher soybean area.

As per USDA, India soybean crush is kept higher by 300,000 tons to 9.7 million on account of higher crop prospectus. Continued growth in domestic soybean meal consumption will pressure soybean meal exports to 1.7 million tons, lower than the previous year but near the 5-year average. Soybean oil imports are unchanged at 3.7 million tons as rising domestic supplies and high prices slow import demand.

Strong Chinese demand lower than expected US soybean planting intentions of 87.6 million acres, though it is 5% higher compared to the previous year, and lower US soybean inventory number of 1.56 billion bushels in March 01 which 31% lower compared to same period last year kept the international soybean market strong.

For soybeans, the world ending stocks are estimated at 91.09 mmt. for 2021/22 vs. 86.54 mmt. in 2020/21.

In the prospective planting report by the National Agricultural Statistics Service (NASS), Agricultural Statistics Board, (USDA), the soybean planted area for 2021 is estimated at 87.6 million acres, up 5 percent from last year (83.084 million acres).

CONAB has once again raised Brazil's 2020/21 soybean crop estimate to 135.54 million tonnes vs 135.131 million tonnes in March forecast and 124.845 million tonnes in 2019/20.

The soybean harvesting is underway in Brazil and it is in full-swing while the soybean crop is in the maturity stage in Argentina.

Further, In the USDA's Foreign Agriculture Service post in Beijing China's soybean imports are forecast to reach a record 103 million tonnes in the marketing year 2021/22 and estimated 100 million tonnes in 2020/21 to meet the feed demand from the livestock and poultry sectors.

The USDA attache has projected US MY 2021/22 soybean production forecast at 119.88 million tonnes higher from 112.54 million tonnes in 2020/21.

AgResource raised Brazil's 2020/21 soybean harvest to 129.98 million tonnes from 128 million tonnes previously projected.

Indian Meteorological Department in its 1st long range forecast for 2021 Southwest monsoon season has predicted India's Southwest monsoon seasonal (June to September) rainfall over the country as a whole is most likely to be normal (96 to 104 % of Long Period Average (LPA)).

Quantitatively, the monsoon seasonal (June to September) rainfall is likely to be 98% of the Long Period Average (LPA) with a model error of $\pm 5\%$. The LPA of the season rainfall over the country as a whole for the period 1961-2010 is 88 cm. If it realizes the kharif oilseeds' crop production, including soybean, will be within normal.

India's Apr 2021 soymeal exports increased by 53% to 39,705 metric tonnes compared to 25,940 metric tonnes in the same period last year.

Agriwatch has estimated its India's 2020/21 soybean output estimate to 10.7 million tonnes, up 22% from 8.74 million tonnes in 2019/20. USDA has pegged it at 11.2 million tonnes,

SOPA has pegged India's 2020/21 soybean estimate at 10.45 million tonnes against 9.31 million tonnes estimated for 2019. The yield is estimated at 883 kg/ha vs 865 kg/ha for the same period.

We expect India's soymeal exports to remain strong by 90-100% year-on-year for coming months, after fall in the soybean crushing in Argentina and Brazil as their stocks dried up.

India had imported 52,40,326 metric tonnes of edible oils in during Nov.'20 – Mar.'21 to meet the supply gap, down -3%, compared to 53,96,365 metric tonnes in during the same period last year.

Further, during March 2021, India's degummed soyoil imports fell by -3% to 2,84,200 metric tonnes compared to 2,92,996 metric tonnes same period last year. However, during Nov.'20 - Mar.'21 imports in the same is up by 2% at 1,23,2433 metric tonnes during the same period last year.

The soybean plant average delivery price at Nagpur is quoted -0.9% lower at Rs. 7,006/qtl as compare to last week price at Rs. 7075/qtl.

The arrivals of bean increased at 112000 bags in the cash market yards of Maharashtra during the week against 78,000 bags in previous week.

The major buyers are as follows: Agrawal, Neemuch, Shanti Overseas, Living Food, Goyal Protein, Bansal-Bhopal, Vippy-Dewas, ABIS, Sneha, Ruchi Soya, Shalimar Katol, Vippy Dewas, Dhanuka Neemuch, Avi Agri Ujjain, M.S. Neemuch, RH Seoni, Prakash, Kriti Dewas, Mahakali, Prestige Dewas, Itarsi Oil, Sanwaria Itarsi, MS Solvex Neemuch, MS Soya Pachore, during the week.

The domestic soybean prices are likely to feature range-bound movement with firm bias on improved demand..

International:

US soybean planting, as on May 23, 2021, stood at 87% down from 90% same period last year however up from 5-year average of 80%. Further, the US soybean emerged by 63% lower from 75% same period last season however up from 5-year average of 54%.

2020-21 Argentina's 33 percent soy crop has been harvested compared to 68 percent last year and 56 percent on average. According to the Buenos Aires Grain Exchange, the nationwide average soybean yield is 3,030 kg/ha (45.1 bushel/acre), which is unchanged from last week. The yields are ranging from 1,670 kg/ha to 3,250 kg/ha (24.8 bushel/acre to 48.4 bushel/acre). The Buenos Aires Grain Exchange left their soybean estimate unchanged at 43.0 million tons. Soybeans were rated 30% poor/very poor, 61% fair, and 9% good/excellent as of late last week. The good/excellent percentage was unchanged compared to the prior week.

CONAB has raised Brazil's 2020/21 soybean crop estimate to 135.54 million tonnes vs 135.131 million tonnes in March forecast and 124.845 million tonnes in 2019/20.

Brazil's soybean exports is estimated to reach to 16.1 million tonnes in March vs 16.4 million tonnes forecast in previous week – ANEC.

In the virtual Price Outlook Conference (POC) organized by Bursa Malaysia Thomas Mielke is in view that, after establishing new multi-year highs, the global edible oil prices are likely to be close to their peak, as the bullish fundamentals should be largely discounted. He added that the prices are set to start weakening in the Apr/June quarter followed by further setback in July/Dec, attributed to increasing South East Asian palm oil and South American soyoil production as well as prospective sharp increase in oilseeds plantings in the Northern Hemisphere.

Further, the world soybean supplies will increase in June through December with South American crop harvest in full swing and US soybean supplies later. We may further see competition in soybean prices between South America and US.

USDA attache has projected China's 2021/22 soybean imports at 103 million tonnes which is higher than million tonnes imported in 2019/20 by the country. The reason cited is the higher beginning stocks in the new marketing season following a buying spree in 2019/20. This is below the average growth observed prior to the arrival of African swine fever (ASF) in 2018 as domestic soybean production remains 35 percent above pre-ASF levels at 19.0 million tons. Crush growth continues at historic levels while stocks are projected to reach a record of 34.0 million tons. Soybean meal and oil trade are forecast nearly unchanged

Tight global soybean supply scenario and strong Chinese soybean demand and lower than expected global soybean production and inventories to keep the soybean prices strong in the medium-term.

Soymeal

The domestic soymeal fell in tandem with the soybean as the meal buyers refrained to offtake at the price which were too high after they jumped in recent weeks. The domestic soymeal declined by -0.95% compared to the previous week.

The soymeal along with other oilmeal exports continued remain strong in June 2021, as in the recent months.

In this regard, the solvent Extractors' Association of India has already urged SEBI for the intervention on NCDEX soy futures to maintain orderly development in soybean contract. The association believes that the market is widely dominated by the speculators and it's heading upwards everyday.

In the letter to SEBI on Friday, Atul Chaturvedi, President of SEA of India, said both soy crushing and poultry industry is negatively hit in the process.

July soymeal futures settled \$ 4.60 higher at \$ 3.90 per short ton, on Friday. The prices are up amid china's good demand.

World 2021/22 soymeal production is estimated higher at 260.31 million tonnes vs 253.12 million tonnes against last year record, in its May report.

Higher 2021/22 US soybean planting estimates in the prospective planting report on May 17 indicates higher availability of the bean and subsequently meal if the crop yield stands at normal.

Robust Chinese soy demand, lower than expected soybean production estimates in US and Argentina will remain bullish for soymeal for some more time.

The gains in local soymeal will be supported by the strong and continued overseas soymeal demand of Indian origin.

India's Apr 2021 soymeal exports increased by 53% to 39,705 metric tonnes compared to 25,940 metric tonnes in the same period last year. Further, the soymeal shipments improved by +126% to 15,64,833 metric tonnes in aggregate, during the last ten months (Apr.-Mar.) of financial year 2020-21 compared to 69,2833 metric tonnes during the corresponding period last year.

India's export of oilmeals for the month of April 2021 is reported at 303,458 metric tonnes compared to 102,150 metric tonnes in April 2020 i.e. up by +197%.

The overall export of oilmeals during April to March 2021 is also reported up by +51% at 36,80084 metric tonnes compared to 24,33617 metric tonnes during the same period last year.

Of the total soymeal exports of 3,21,435 metric tonnes in March 2021, Germany, Vietnam and South Korea remained top buyers with imports figures touching 73,700 metric tonnes, 66,044 metric tonnes and 44,240 tonnes respectively.

India's exports for rapeseed meal during April-March 2021 was up +16% at 11,13,021 metric tonnes compared to 96,1312 metric tonnes during the same period previous marketing season.

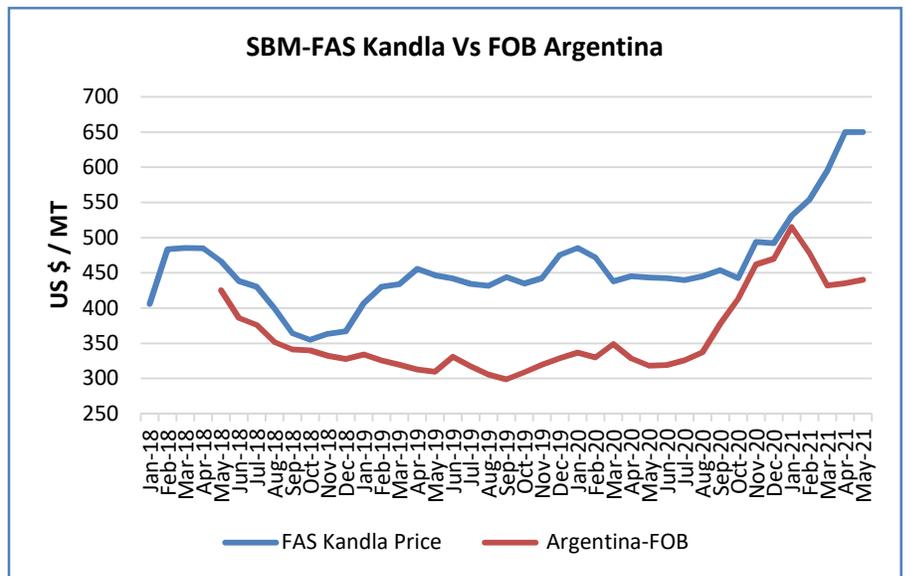
The export of rapeseed meal in April'21 is reported at 177,822 metric tonnes against last year 21,493 metric tonnes during the same period i.e. increased by 727%, and ricebran extraction exports is reported at 58,022 metric tonnes against last year 39,181 metric tonnes i.e. +48% higher compared to the same period last year.

The domestic soymeal demand has considerably recovered in previous months, from poultry sector, but still below pre-COVID levels. Poultry industry contributes more than 60% of the total domestic soymeal demand.

The international soymeal prices are getting competitive after improved the soybean crop prospects. The soymeal export price spread of India vs Argentina (FAS Kandla and FOB Argentina) have further declined to US \$ 210/MT in May'21 vs US \$ 215/MT in April'21, leading incompetitiveness for Indian soymeal exports.

The domestic weekly average soymeal prices at Indore fell to Rs 59,500/MT and was quoted between Rs 59,000 – 60,000/MT compared to the weekly average of Rs 60,071/MT and was traded between the price ranges of Rs. 59,500 – 61,000/MT previous week.

Weekly average prices at various centers closed lower side compared to last week prices. At Latur the weekly average soymeal prices increased to Rs. 63,750/MT compared to Rs. 63,666/MT a week ago however in Nanded it was quoted lower at Rs. 63,750/MT compared to Rs. 63,916/MT a week ago. In Kota the meal prices declined to Rs. 61,716/MT compared to Rs. 61,800/MT previous week.



The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 60,000 – 62,500 /MT on good local and export demand, for medium-term.

Previous updates:

According to the data released by NOPA, US crushed 168.74 million bushels of soybeans in April 21. The soybean processing was down from 171.75 million bushels in April 2020 and also lower by 1.8% from 177.98 million bushels in March 2021.

2020-21 Argentina's 33 percent soy crop has been harvested compared to 68 percent last year and 56 percent on average. According to the Buenos Aires Grain Exchange, the nationwide average soybean yield is 3,030 kg/ha (45.1 bushel/acre), which is unchanged from last week. The yields are ranging from 1,670 kg/ha to 3,250 kg/ha (24.8 bushel/acre to 48.4 bushel/acre). The Buenos Aires Grain Exchange left their soybean estimate unchanged at 43.0 million tons. Soybeans were rated 30% poor/very poor, 61% fair, and 9% good/excellent as of late last week. The good/excellent percentage was unchanged compared to the prior week.

The international soy market is strong on bullish global supply scenario due forecast to lower than expected soybean production and likely fall in the US soy inventories in August 2021 followed by the Chinese buying spree.

SOPA has sought a stimulus package from the Centre to support the soybean industry, which has been hit by the lockdown and the collapse of poultry sector. It has asked the Center to increase the import duty in edible oils.

Besides, the SOPA members have addressed to Ministry of Agriculture and Farmers Welfare have demanded exemption of GST on soybean and soymeal, the same time.

The poultry sector consumes 60% of the soymeal in India and there are no takers for it leading around half of the processing units being shut. According to the data released by NOPA, US crushed 178 million bushels of soybeans in March 21, second consecutive month of reduction also slightly less than expected. The soybean processing was down from 181.4 million bushels in March 2020 but up from 155.2 million bushels in March 2020.

The global 2020/21 soybean production estimate too increased to 363.18 million tonnes vs 361.82 million tonnes in the previous month report by USDA. World 2020/21 soymeal production is estimated slightly down at 253.3 million tonnes vs 254.14 million tonnes in its previous estimate.

The global 2020/21 soybean production estimate too increased to 363.18 million tonnes vs 361.82 million tonnes in the previous month report by USDA. World 2020/21 soymeal production is estimated slightly down at 253.3 million tonnes vs 254.14 million tonnes in its previous estimate.

U.S. ending stocks were 120 million bushels vs. the March estimate of 120 million bushels. The trade expected the USDA to print 119 million bushels today

For soybeans, the world ending stocks are estimated at 86.9 mmt. vs. the trade's expectation of 83.52 mmt. and the USDA's December estimate of 83.74 mmt.

Technical Analysis:

NCDEX Soybean Futures



Soybean Spot, Nagpur



***Note: Daily Chart**

Support & Resistance NCDEX Soybean – June contract

S1	S2	PCP	R1	R2
6600	6700	6989	7400	7600

- Soybean fell on selling pressure in the market.
- Prices closed above 18-day EMA.
- RSI and stochastic are falling in the neutral zone.
- MACD is falling in the negative territory.
- The prices are expected to feature loss the coming week.
- Trade Recommendation (NCDEX Soybean – June) Week: **SELL** Below 7000. Levels: T1 – 6900; T2- 6800, SL – 7200.

Rapeseed - Mustard Seed

Rapeseed-mustard witnessed mild gains as domestic demand increased after ease of lock down restrictions at various trading centers. Firmness in mustard oil is also supporting prices to rise.

In Jaipur, Rapeseed Mustard traded 1% higher Rs.7295/Qtl this week as compared to Rs 7254 last week.

The crushing of the seed is at the good pace on higher mustard oil demand.

NAFED had commenced procuring the rapeseed-mustard and has procured 0.03 MT of rapeseed-mustard valued Rs 0.014 Lakh from Madhya Pradesh at MSP (Rs 4650/qtl) under PSS. However, the procurement couldn't pick-up the pace due to COVID lockdown restrictions.

AW has revised India's 2021/22 rapeseed-mustard production up to 8.54 million tonnes from 8.0 million tonnes estimated in its previous forecast and it is up 18% from 7.21 million tonnes estimated last season. The Government estimation of mustard crop is high at 10.4 MT. The COOIT has estimated mustard production at 8.90 MT.

Rapeseed oilcake traded higher Rs. 2779/ Qtl as compared to Rs 2770 last week supported by good meal demand in global markets.

India has not imported any rape oil (canola) in March too as in last several months. India is unlikely to import the rape oil in coming months too. Lower imports in rape oil (canola) will lend support to the local rapeseed-mustard prices at the higher levels.

However, India's exports for rapeseed meal during April-March 2021 was up +16% at 11,13,021 metric tonnes compared to 96,1312 metric tonnes during the same period previous marketing season.

The export of rapeseed meal in March'21 is reported at 84,276 metric tonnes against last year 89,235 metric tonnes during the same period i.e. down by -6%.

At NCDEX futures, the June contract of rapeseed-mustard ended higher at 7,012/Qtl compared to 7,046/Qtl in last week.

Previous Updates

The Solvent Extractors' Association (SEA) of India has urged the government to include rational provision in ASEAN agreement to restrict or regulate the imposition of export duty by the palm oil exporting countries. SEA feels that this will ensure a level-playing field for both the countries that export and import palm oil.

In a letter to its members, Atul Chaturvedi, President of SEA, said that there is always a bound rate for imposing highest export duty on palm oil and products imported by India under ASEAN agreement and Comprehensive Economic Cooperation Agreement with Malaysia.

He said the palm oil exporting countries seem to be free to impose export duty and levy as agreements overlook this issue. Indonesia has imposed US \$33 as export duty plus \$180 as a biodiesel levy making crude palm oil (CPO) expensive. Following this, India is compelled to pay high price for the same.

To support their local industry, that country has kept export duty and levy low on finished goods such as RBD palmolein.

Higher palm oil imports by India has always hit the domestic mustard oil demand and the rapeseed-mustard crush margins.

The Food Safety and Standards Authority of India (FSSAI) has withdrawn the order prohibiting blending of mustard oil.

The food regulator had until now allowed 20% blending in mustard oil under the standards for blended edible oil under FSS (Food Product Standards and Food Additives) Regulations. The decision to withdraw the September'20 order was taken after stakeholders made a representation to the authority.

Director, Indian Council of Agricultural Research – Directorate of Rapeseed Mustard Research, expects productivity of the rapeseed-mustard to improve in 2020-21 from last year's level of 1.42-1.48 tonnes per ha, on adequate soil moisture and better package of practices.

The MSP for rapeseed-mustard has been increased in line with the recommendations of Swaminathan Commission to Rs. 4,650 per quintal for marketing season 2021-22 from Rs. 4,425 per quintal in 2020-21 an increase of Rs. 225 a quintal.

Total procurement of the seed by Hafed in 2020/21 stands at 5,30,000 metric tonnes.

Agriwatch has projected India's MY 2021/22 rapeseed production at 8.54 million tonnes vs 7.2 million tonnes last season while COOIT has estimated the seed production at 8.95 million tonnes vs 7.5 million tonnes last season.

Outlook: *The new crop rapeseed-mustard supplies are rising week-on-week. The rapeseed-mustard prices will feature range-bound movement with firm-bias in near-to-medium-term. However, June future contract may decline on profit booking phase in next week.*

Technical Analysis:

NCDEX RM Seed Futures



***Note: Daily Chart**

RM Seed Spot, Jaipur



Support & Resistance NCDEX RM Seed – June contract				
S1	S2	PCP	R1	R2
6700	6800	7012	7300	7500

- RM seed witnessed loss in the market.
- Prices closed above 18-day EMA.
- RSI and stochastic are falling in the neutral zone.
- MACD is easing in the negative territory.
- The prices are expected to feature loss during the week.
- Trade Recommendation (NCDEX Rapeseed-Mustard – June) Week: Sell- 7100 Levels: T1-7000, T2-6900, SL –7200.

Annexure

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	03-Jun-21	27-May-21	Parity To
Indore - 45%, Jute Bag	60000	60000	Gujarat, MP
Kota - 45%, PP Bag	62000	62200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	65000	65000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	64500	64300	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	64000	64000	Andhra, AP, Kar ,TN
Latur	63500	65000	-
Sangli	63000	64500	Local and South
Solapur	61600	61700	Local and South
Akola – 45%, PP Bag	62000	61500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	63500	63500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	61800	62000	-

Soy DOC at Ports			
Centers	Port Price		
	2-Jun-21	26-May-21	Change
Kandla (FOR) (INR/MT)	-	-	-
Kandla (FAS) (USD/MT)	-	-	-
CNF Indonesia – Yellow SBM (USD/MT)	-	-	-

Rapeseed Meal	2-Jun-21	26-May-21	Change
FAS Kandla (USD/MT)	-	-	-
FOR Kandla (Rs/MT)	-	-	-
FOR Mundra (Rs/MT)	-	-	-
CNF Indonesia (USD/MT)	-	-	-

International Soy DOC			
Argentina FOB USD/MT	2-Jun-21	26-May-21	Change
Soybean Pellets	417	410	7

Soybean Cake Flour	417	410	7
Soya Meal	-	-	-
Soy Expellers	-	-	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)			
	Centers	3-Jun-21	27-May-21	Change
Adoni		34000	34000	Unch
Khamgaon		-	-	-
Parli		-	-	-
Latur		33500	33500	Unch

Groundnut Meal (Rs/MT)	3-Jun-21	27-May-21	Change
Basis 45%, Saurashtra	40000	40000	Unch
Basis 40%, Saurashtra	37500	37500	Unch
GN Cake, Gondal	41000	41000	Unch

Mustard DOC	3-Jun-21	27-May-21	Change
Jaipur (Plant delivery)	19500	19500	Unch
Kandla (FOR Rs/MT)	21000	20000	1000

Mumbai Oil Meal Quotes:			
Rs/M.T.	3-Jun-21	27-May-21	Change
G.N. Extr (45%)	40000	41000	-1000
Kardi Extr	NA	0	-
Undec Cottonseed Exp	31500	31000	500
Rice Bran Extr.	NA	0	-
Sunflower Extr.	30500	30000	500
Rapeseed Extr.	NA	0	-
Soymeal 48%	60500	63130	-2630
Castor Extr.	4550	4450	100

MSP of Rabi Oilseeds for Marketing Season 2021-22- GOI

Sl. No	Crops	MSP for Rabi 2021-22	MSP for Rabi 2020-21	Increase in MSP (Absolute)
1	Rapeseed-mustard	4,650	4,425	225
2	Safflower	5,327	5,215	112

The Cabinet Committee on Economic Affairs (CCEA) chaired by the Hon'ble Prime Minister Shri Narendra Modi has approved the increase in the Minimum Support Prices (MSPs) for all mandated Rabi crops for marketing season 2021-22.

Government has increased the MSP of Rabi crops for marketing season 2021-22, to ensure remunerative prices to the growers for their produce. This increase in MSP is in line with the recommendations of Swaminathan Commission.

Among the Rabi oilseeds the MSP for rapeseed-mustard has been increased to Rs. 4,650 per quintal for marketing season 2021-22 from Rs. 4,425 per quintal in 2020-21 an increase of Rs. 225 a quintal.

The MSP of safflower to Rs. 5,327 a quintal from earlier Rs. 5,215 per quintal an increase of Rs 112 per quintal.

MSP of Kharif Oilseeds for Marketing Season 2020-21 - GOI

Sl. No	Crops	MSP for Kharif 2020-21	MSP for Kharif 2019-20	Increase in MSP (Absolute)
1	Groundnut	5275	5090	185
2	Sunflower seed	5885	5650	235
3	Soybean (yellow)	3880	3710	170
4	Sesamum	6855	6485	370
5	Nigerseed	6695	5940	755

The Cabinet Committee on Economic Affairs (CCEA) chaired by the Hon'ble Prime Minister Shri Narendra Modi has approved the increase in the Minimum Support Prices (MSPs) for all mandated Kharif crops for marketing season 2020-21.

Government has increased the MSP of Kharif crops for marketing season 2020-21, to ensure remunerative prices to the growers for their produce.

Among the Kharif oilseeds the MSP for groundnut has been increased to Rs. 5275 per quintal for marketing season 2020-21 from Rs.5090 per quintal in 2019-20 an increase of Rs.185 a quintal.

The MSP of sunflower to Rs. 5885 a quintal from earlier Rs. 5650 per quintal an increase of Rs 235 per quintal, Soybean-yellow to Rs. 3880 a quintal to Rs. 3710 per quintal last season, an increase of Rs. 170 a quintal, Sesamum to Rs. 6855 a quintal from 6485 earlier, an increase of Rs. 370 a quintal and the MSP of Nigerseed have been increased to Rs. 6695 a quintal from Rs. 5940 a quintal earlier, increase of Rs 755 per quintal.

Among all the Kharif crops, the highest increase in MSP is proposed for Nigerseed (Rs 755 per quintal) followed by Sesamum (Rs 370 per quintal), Urad (Rs 300 per quintal) and Cotton (long staple) (Rs 275 per quintal). The differential remuneration is aimed at encouraging crop diversification.

India's Oilseeds Production Seen at 373.11 Lakh Tonnes vs 332.19 Lakh Tonnes in 2nd Adv Est. for 2020-21- GOI

The 2nd Advance Estimates of production of oilseeds for 2020-21 have been released by the Department of Agriculture, Cooperation and Farmers Welfare on 24th February, 2021. The assessment of production of different crops is based on the feedback received from States and validated with information available from other sources.

The revised estimated production of major Oilseeds during 2020-21 is as under:

Oilseeds – 373.11 lakh tonnes in 2020-21 vs 332.19 lakh tonnes in 2019-20

- Groundnut – 101.46 lakh tonnes vs 99.52 lakh tonnes in 2019-20.
- Castorseed – 17.76 lakh tonnes vs 18.42 lakh tonnes
- Sesamum – 8.12 lakh tonnes vs 6.58 lakh tonnes
- Nigerseed – 0.41 lakh tonnes vs 0.41 lakh tonnes (No difference)
- Soybean – 137.11 lakh tonnes vs 112.26 lakh tonnes
- Sunflower – 2.24 lakh tonnes vs 2.13 lakh tonnes
- Rapeseed-mustard – 104.7 lakh tonnes vs 91.24 lakh tonnes
- Linseed – 1.40 lakh tonnes vs 1.21 lakh tonnes
- Safflower – 0.34 lakh tonnes vs 0.44 lakh tonnes.

Sown Area – *Kharif* Oilseeds, India

In the last official Kharif oilseeds planting report by the Ministry of Agriculture, the total coverage area under Kharif oilseeds is reported at 197.18 lakh hectares, an increase by 9.8% from 179.63 lakh ha in the corresponding period of last year. Of the major oilseeds, soybean sowing is reported up by 6.4% at 121.24 lha compared to 113.95 lha during the corresponding period of last year, groundnut at 50.98 lha vs 39.48 lha, sesamum 14.14 lha vs 13.73 lha, castor seed at 7.92 lha vs 9.44 lha and niger at 1.67 lha vs 2.04 lha, during the same period last year. We feel country's final area under oilseeds to be above normal by 8-9% this season.

Area in Lakh Hectares

Crop	Normal Area (5 Year Avg.)	2020-21	2019-20	% Change
Groundnut	42.43	50.98	39.48	29.1
Soybean	111.49	121.24	113.95	6.4
Sunflower	1.84	1.23	0.99	24.2
Sesamum	14.13	14.14	13.73	3.0
Niger	2.41	1.67	2.04	-18.1
Castor	9.65	7.92	9.44	-16.1
Total Oilseeds	181.95	197.18	179.63	9.8

Source: MoA, GOI

Sown Area – *Rabi* Oilseeds, India 2020-21

In the latest official rabi oilseeds planting report, by the Ministry of Agriculture, the total coverage area under rabi oilseeds is reported at 83.60 lakh hectares, up 5% from 79.37 lakh ha in the corresponding period of last year. Of the major oilseeds, rapeseed-mustard sowing is reported up by 7% at 73.89 lha compared to 68.84 lha during the corresponding period of last year. Groundnut at 4.57 lha vs 4.65 lha, safflower at 0.58 lha vs 0.63 lha, sunflower at 1.01 lha vs 1.02 lha, sesamum 0.44 lha vs 0.56 lha, linseed at 2.90 lha vs 3.34 lha and other 0.21 lha vs 0.33 lha during the same period last year.

Area in Lakh Hectares

Crop	Normal Area (5 Year Avg.)	As on 22 Jan. 2021	As on 22 Jan. 2020	% Change
Rapeseed/Mustard	59.44	73.89	68.84	7.3
Groundnut	7.28	4.57	4.65	-1.7
Safflower	1.18	0.58	0.63	-7.9
Sunflower	2.41	1.01	1.02	-1.0
Sesamum	0.00*	0.44	0.56	-21.4
Linseed	2.75	2.90	3.34	-13.2
Others	0.13	0.21	0.33	-36.4
Total Oilseeds	73.19	83.60	79.37	5.3

Source: MoA, GOI

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