

Oilseeds Domestic Fundamentals

- Mostly weak trends are witnessed in soybean complex today at various trading centers due to declined demand from local crushers and south based traders. Mixed trends are witnessed in RM seed due to mixed sentiments in the market. NCDEX Soybean and RM seed prices declined due to speculators selling pressure. Decreased global Oilseeds production estimates by USDA, may further rises the price in near future.
- As per state agricultural department of Maharashtra, at the state level 51% sowing is done, Farmers in at least 24 of the 36 districts in the state may have to go in for re-sowing if the dry spell continues beyond July 22. These districts, mainly from Marathwada, Vidarbha and North Maharashtra, have received scanty rainfall. In most of them, sowing has been below 30% while in some, farmers have yet to sow. State has put in place a contingency plan: one lakh quintal of soybean seeds are ready to be distributed in Vidarbha.
- As per ministry data, Kharif area has declined nearly 39% until 12th July compared to the normal corresponding week of previous five years. The June-to-September monsoon was short by 33% in its first month, the highest deficiency for June in four years. On Sunday, rainfall deficiency fell to about 12.5%, mainly because of good rainfall between July 4 and July 11. Farmers increased the pace of sowing in the country.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 12th July 2019 about 75.68 lakh Ha. has been reported compared to normal corresponding week (92.50 lakh Ha.) from previous year. Thus 16.82 lakh. Ha less area has been covered compared to normal corresponding week in previous year. Higher area during the week is reported from the state of Gujarat (2.71 lakh Ha.), Rajasthan (2.15 lakh Ha.), Jharkhand (0.08 lakh ha), Uttarakhand (0.04 lakh Ha). Less area during the week is reported from the state of Madhya Pradesh (9.61 lakh ha), Maharashtra (4.66 lakh Ha), Karnataka (3.12 lakh ha.), Chhattisgarh (0.56 lakh Ha), Telangana (0.87 lakh ha), Andhra Pradesh (0.04 lakh Ha), Odisha (0.20 lakh ha), UP (0.28 lakh ha) etc.
- As per Ministry of Agriculture recent release data, Kharif planting improved significantly since last week with the sowing shortfall narrowing to 8.61%. Total sown area is 413.34 lakh hectares, compared with 452.3 lakh hectares covered in the corresponding week of last year. Slight improvement in monsoon rainfall helped speed up the pace, according to data released.

Oilseeds International Fundamentals

- CBOT Soybean Aug future contract declined on Monday due to profit bookings at current prevailing prices.
- As per USDA weekly crop progress indicates 95% of US soybean crop is emerged, crop condition is ended up with improvement to 54% is good to excellent, 22% is at blooming stage, 49% of the crop is average. However, annual acreage report on 28th June, farmers planted 80.0 Million acres of soybean compared to the march forecasts 84.6 million acres, however analysts are expected 84.4 million acres of soybean due to delay in corn planting farmers had boosted their soybean cultivation.
- As per USDA forecast, overall oilseed production of Russia in 2019-20 at 18.8 million tonnes, which will be roughly the same amount produced in 2018-19. Exports of oilseeds in 2019-20 will reach an all-time high of 1.7 million tonnes, 7.3% higher than 2018-19. The major drivers of this growth will be exports of rapeseeds and soybean to China and an active supply of rapeseeds to Belarus that started in 2018-19.
- As per WASDE latest report, Global Oilseed production is estimated at 586.0 million tons, down by 11.7 million tonnes which is mostly on lower soybean production for the United States. Soybean production is also reduced for Canada and Ukraine. Rapeseed production is reduced for the EU, Australia, and Canada. Hot, dry weather during June has reduced yield prospects for the EU. Production is reduced for both Australia and Canada on lower harvested area. Other production changes include lower sunflower seed production for Russia, higher cottonseed production for India, and lower peanut production for the United States. Global oilseed exports for 2019/20 are projected at 175.0 million tons, down slightly from last month. Lower soybean exports for the United States are offset with increases for Brazil, Argentina, and Uruguay. Global oilseed ending stocks for 2019/20 are reduced 10.7 million tons to 119.5 million, mainly on lower soybean stocks for the United States, Argentina, and Brazil.
- As per WASDE latest report, US Soybean production for 2019/20 is projected at 3.845 billion bushels, which is down by 305 million bushels based on lower planted and harvested area in the June 28 Acreage report and on lower projected yields. Harvested area, forecast at 79.3 million acres, which is down by 4.5 million from last month.

Outlook: Weak trends are witnessed in soybean complex today due declined demand in the market. The Indore (Plant Delivery) prices are expected to trade in the range of 3640 to 3670 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4090 and 4120 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-19	-11	3645	3675	3627	3635	18000	-8550	67670	-1110
Sept-19	-10	3665	3685	3642	3648	6170	-2150	18440	1880
Oct-19	-5	3565	3584	3560	3571	1100	-230	5120	460
Mustard Future Prices									
Aug-19	0	3950	3964	3941	3953	10920	-5850	80900	340
Sept-19	-3	3979	3994	3972	3981	1710	-450	14410	550
Oct-19	0	4015	4015	4015	4015		0	80	0
Soybean Basis - 25					Mustard Basis-162				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	25				Aug-19	162			
Sept-19		12			Sept-19		134		
Oct-19			89		Oct-19			100	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	15-Jul-19	15-Jul-19	15-Jul-19	15-Jul-19
Akola	12712	121	12842	12712
Indore	2275	0	2275	2275
Kota	0	40	40	40
Sagar	201	0	201	201
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	15-Jul-19	15-Jul-19	15-Jul-19	15-Jul-19
Sri Ganganagar	1950	0	1950	1950
Bharatpur	-	-	-	-
Bikaner	17039	0	17039	17039
Kota	29809	10	29819	29808
Jaipur	2493	0	2493	2494
Alwar	4064	0	4064	4064
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	16-Jul-19		15-Jul-19		
	Low	High	Low	High	
Indore –Plant	3630	3660	3645	3675	-15
Indore–Mandi	3500	3600	3550	3650	-50
Nagpur-Plant	3660	3700	3660	3700	Unch
Nagpur – Mandi	3300	3590	3310	3540	50
Latur – Mandi	3550	3705	3405	3710	-5
Akola – Mandi	3100	3630	3300	3630	Unch
Kota-Plant	3650	3680	3720	3750	-70
Kota – Mandi	3580	3600	3650	3700	-100
Bundi-Plant	3600	3700	3650	3750	-50
Bundi-Mandi	3500	3625	3600	3720	-95
Baran-Plant	3600	3650	3650	3700	-50
Baran-Mandi	3550	3580	3600	3650	-70
Bhawani Mandi Jhalawar–Plant	3670	3700	3740	3800	-100
Jhalwar-Mandi	3600	3650	3700	3770	-120
Rapeseed/Mustard					
Jaipur-(Condition)	4110	4115	4105	4110	5
Alwar-(Condition)	3950	4000	3950	4000	Unch
Sri Ganganagar-(Non-Condition)	3645	3800	3650	3825	-25
New Delhi–(Condition)	3935	3960	3935	3960	Unch
Kota-(Condition)	3650	3730	3650	3730	Unch
Agra-(Condition)	4071	4095	4062	4086	10
Neewai-(Condition)	3770	3830	3740	3800	30
Hapur (UP)-(Condition)	3925	3950	3925	3950	Unch
Groundnut Seed					
Rajkot	NA	NA	930	1090	-
Sunflower Seed					
Gulbarga	NA	NA	3525	3650	-
Latur	NA	NA	NA	NA	-
Sholapur	NA	NA	NA	NA	-
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	16-Jul-19	15-Jul-19	
Madhya Pradesh	25000	85000	-60000
Maharashtra	35000	55000	-20000
Rajasthan	7000	8000	-1000
Bundi (Raj)	40	15	25
Baran (Raj)	2000	800	1200
Jhalawar (Raj)	1700	1300	400
Rapeseed/Mustard			
Rajasthan	65000	70000	-5000
Alwar	2000	2000	Unch
Sri Ganganagar	1000	800	200
Kota	800	800	Unch
Groundnut Seed			
Rajkot (Gujarat)	NA	100	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	16-Jul-19	15-Jul-19	Change
Groundnut Kernel	5400	5400	Unch
Gr. Bolds 60/70	8550	8550	Unch
Gr. Javas 60/70	10300	10300	Unch
Gr Javas 70/80	9900	9900	Unch
Gr.Javas 80/90	9600	9600	Unch
KardiSeed 2% Exp Qly	5000	5000	Unch
Sesame White 98/2/1 FM	10700	10700	Unch
Whitish 95/5/FFA/1FM	10500	10500	Unch
Brown 48/2 FFA/4 FM	9900	9900	Unch
Brown 48/3 FFA/4 FM	9500	9500	Unch
Brown 48/4 FM/* No FFA Guarantee	9200	9200	Unch
Sunflower Seed	4300	4300	Unch
Niger Seed (4% FM)	5600	5600	Unch

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