

### **Oilseeds Domestic Fundamentals**

- Mixed trends are witnessed in Oilseeds complex due to mixed sentiments in the market. NCDEX Soybean and RM seed prices rose up slightly, as traders started holding the stocks. Declined monsoon spell in major soybean producing states in the country affecting the crop condition, may further puts soybean prices under pressure.
- According to the weekly acreage report of Gujarat's agriculture department, Kharif acreage as on July 15 stood at 48.79 lakh ha, which is 57.57% of the three-year average of 84.76 lakh ha. However, many farmers have complained that sowing has failed and also the government's statistics show a healthy picture, but the ground reality could be drastically different as inadequate rain is on the verge of destroying crops. Farmers have sown cotton, groundnut, sesame, jowar and corn twice, but crops have failed they have urged the government to settle crop insurance at the earliest.
- 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.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 12<sup>th</sup> 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 future extended to losses on Tuesday due to improved crop condition rating adds pressure on prices.
- As per the sources, EU's 2019 rapeseed crop to fall to 17.5 million tonnes from 19.9 million tonnes in 2018. Sharp falls are expected in France, Germany and Romania. EU's rapeseed imports are likely to rise sharply in the coming months. Imports for 2018/19 are estimated at 4.3 million tonnes.
- As per NOPA, U.S. soybean crushing likely declined for a third straight month in June by 154 million bushels. Crush forecasts for June ranged from 147.937 million to 164.500 million bushels, with a median estimate of 152.200 million bushels which is less from the May crush of 154.796 million bushels and a crush of 159.228 million bushels in June 2018.
- 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, 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:** Mixed trends are witnessed in soybean complex today due mixed sentiments in the market. The Indore (Plant Delivery) prices are expected to trade in the range of 3600 to 3650 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4090 and 4115 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-19	2	3645	3649	3627	3638	6860	-11140	68380	710
Sept-19	0	3651	3657	3642	3649	1770	-4400	18720	280
Oct-19	10	3572	3582	3565	3582	150	-950	5140	20
Mustard Future Prices									
Aug-19	2	3951	3954	3935	3953	9160	-1760	81310	410
Sept-19	5	3977	3983	3965	3982	2040	330	15380	970
Oct-19	0	4003	4003	4003	4003	NA	NA	80	NA
Soybean Basis - 12					Mustard Basis-162				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	12				Aug-19	162			
Sept-19		1			Sept-19		133		
Oct-19			68		Oct-19			112	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	16-Jul-19	16-Jul-19	16-Jul-19	15-Jul-19
Akola	12294	121	12415	12721
Indore	1780	0	1780	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
	16-Jul-19	16-Jul-19	16-Jul-19	15-Jul-19
Sri Ganganagar	1950	0	1950	1950
Bharatpur	-	-	-	-
Bikaner	17039	0	17039	17039
Kota	29426	10	29436	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	17-Jul-19		16-Jul-19		
	Low	High	Low	High	
Indore –Plant	3620	3650	3630	3660	-10
Indore–Mandi	3500	3600	3500	3600	Unch
Nagpur-Plant	3660	3700	3660	3700	Unch
Nagpur – Mandi	3300	3590	3300	3590	Unch
Latur – Mandi	3680	3715	3550	3705	10
Akola – Mandi	3000	3625	3100	3630	-5
Kota-Plant	3740	3760	3650	3680	80
Kota – Mandi	3670	3700	3580	3600	100
Bundi-Plant	3650	3750	3600	3700	50
Bundi-Mandi	3550	3675	3500	3625	50
Baran-Plant	3700	3730	3600	3650	80
Baran-Mandi	3640	3660	3550	3580	80
Bhawani Mandi Jhalawar–Plant	3720	3750	3670	3700	50
Jhalwar-Mandi	3670	3730	3600	3650	80
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	4110	4115	4110	4115	Unch
Alwar-(Condition)	3900	3950	3950	4000	-50
Sri Ganganagar-(Non-Condition)	3650	3825	3645	3800	25
New Delhi–(Condition)	3935	3960	3935	3960	Unch
Kota-(Condition)	3580	3670	3650	3730	-60
Agra-(Condition)	4071	4095	4071	4095	Unch
Neewai-(Condition)	3765	3825	3770	3830	-5
Hapur (UP)-(Condition)	3925	3950	3925	3950	Unch
<b>Groundnut Seed</b>					
Rajkot	930	1030	NA	NA	-
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	3325	3652	-
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
<b>Soybean</b>	<b>17-Jul-19</b>	<b>16-Jul-19</b>	
Madhya Pradesh	90000	25000	65000
Maharashtra	65000	35000	30000
Rajasthan	10000	7000	3000
Bundi (Raj)	25	40	-15
Baran (Raj)	1000	2000	-1000
Jhalawar (Raj)	1000	1700	-700
<b>Rapeseed/Mustard</b>			
Rajasthan	65000	65000	Unch
Alwar	2000	2000	Unch
Sri Ganganagar	1300	1000	300
Kota	700	800	-100
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	20	NA	-
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	17-Jul-19	16-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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