

Oilseeds Domestic Fundamentals

- Steady to weak trends are witnessed in Oilseeds complex due to poor demand from local crushers and south based traders. NCDEX Soybean and RM seed prices declined due to speculators selling pressure. Declined monsoon spell in major soybean producing states in the country affecting the crop condition, may further puts soybean prices under pressure.
- As per IMD, India has received 16% below average rain since the monsoon season began on June 1. The key groundnut growing areas in western India also received below average rains. The country is waiting for a good spell of rains for saving the crops already sown and to sow areas that have not received any rainfall so far. Farmers in Marathwada and Vidarbha regions of Maharashtra, the main belts for cotton, Oilseeds and pulses opting for short duration crops such as Maize, Jowar, sunflower due to declined monsoon activity. Better prices and lower moisture requirement has led to many farmers preferring maize and bajra (sorghum). Both crops had traded above the Minimum Support Price (MSP) throughout last year. cultivation of bajra and maize would increase by 5 and 15 per cent this year.
- 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 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), Odisha (0.20 lakh ha), UP (0.28 lakh ha) etc.

Oilseeds International Fundamentals

- CBOT Soybean future ended low on Thursday due to weak export sales and ample stocks availability.
- During this week (July 5th to July 11th) US sold 127,900 MT for 2018/2019 were down by 3 percent from the previous week and 68 percent from the prior 4-week average. Increases were reported for Indonesia (123,500 MT, including 55,000 MT switched from unknown destinations and decreases of 100 MT), Germany (62,100 MT), Bangladesh (53,200 MT, including 55,000 MT switched from unknown destinations and decrease of 1,800 MT), Peru (49,800 MT, including 48,000 MT switched from unknown destinations), and Japan (22,300 MT, including 18,000 MT switched from unknown destinations and decreases of 300 MT). Reductions were primarily for unknown destinations (171,100 MT) and Mexico (32,000 MT). For 2019/2020, net sales of 198,400 MT were reported for unknown destinations (77,000 MT), Egypt (55,000 MT), Taiwan (42,800 MT), and Mexico (21,800 MT). Exports of 909,000 MT were up by 31 percent from the previous week and 29 percent from the prior 4-week average. The destinations were primarily to China (458,000 MT), Mexico (129,600 MT), Indonesia (75,100 MT), Germany (62,100 MT), and Bangladesh (54,200 MT).
- 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.
- Outlook:** Steady to weak trends are witnessed in soybean complex today due poor demand in the market. The Indore (Plant Delivery) prices are expected to trade in the range of 3620 to 3650 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4080 and 4110 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-19	-28	3616	3629	3580	3588	21000	2180	69190	-640
Sept-19	-28	3638	3641	3601	3602	5410	1140	20090	670
Oct-19	-25	3550	3550	3525	3528	1440	840	5230	70
Mustard Future Prices									
Aug-19	-14	3929	3939	3912	3918	10780	-2890	81290	-710
Sept-19	-18	3958	3968	3940	3945	2850	-1790	16600	900
Oct-19	-18	4003	4006	3998	4000	290	-1320	1830	240
Soybean Basis - 62					Mustard Basis-187				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	62				Aug-19	187			
Sept-19		48			Sept-19		160		
Oct-19			122		Oct-19			105	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-Jul-19	18-Jul-19	18-Jul-19	15-Jul-19
Akola	12026	30	12056	12721
Indore	1780	0	1780	2275
Kota	0	40	40	40
Sagar	120	0	120	201
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-Jul-19	18-Jul-19	18-Jul-19	15-Jul-19
Sri Ganganagar	1869	0	1869	1950
Bharatpur	-	-	-	-
Bikaner	17039	0	17039	17039
Kota	29406	10	29416	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	19-Jul-19		18-Jul-19		
	Low	High	Low	High	
Indore –Plant	3620	3650	3620	3650	Unch
Indore–Mandi	3500	3600	3500	3600	Unch
Nagpur-Plant	3720	3750	3720	3750	Unch
Nagpur – Mandi	3310	3635	3330	3620	15
Latur – Mandi	NA	NA	3550	3730	-
Akola – Mandi	3300	3600	3100	3600	Unch
Kota-Plant	3600	3650	3670	3700	-50
Kota – Mandi	3540	3570	3600	3620	-50
Bundi-Plant	3570	3640	3600	3700	-60
Bundi-Mandi	3480	3600	3500	3625	-25
Baran-Plant	3560	3600	3600	3620	-20
Baran-Mandi	3520	3550	3550	3570	-20
Bhawani Mandi Jhalawar–Plant	Closed	Closed	3600	3650	-
Jhalwar-Mandi	Closed	Closed	3600	3640	-
Rapeseed/Mustard					
Jaipur-(Condition)	4100	4105	4110	4115	-10
Alwar-(Condition)	3875	3925	3900	3950	-25
Sri Ganganagar-(Non-Condition)	3600	3750	3650	3825	-75
New Delhi–(Condition)	3925	3950	3935	3960	-10
Kota-(Condition)	3520	3640	3580	3670	-30
Agra-(Condition)	4048	4071	4071	4095	-24
Neewai-(Condition)	3740	3800	3765	3825	-25
Hapur (UP)-(Condition)	3925	3950	3925	3950	Unch
Groundnut Seed					
Rajkot	950	1037	950	1040	-3
Sunflower Seed					
Gulbarga	NA	NA	NA	NA	-
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	19-Jul-19	18-Jul-19	
Madhya Pradesh	110000	100000	10000
Maharashtra	65000	65000	Unch
Rajasthan	10000	12000	-2000
Bundi (Raj)	50	25	25
Baran (Raj)	1200	800	400
Jhalawar (Raj)	Closed	600	-
Rapeseed/Mustard			
Rajasthan	65000	65000	Unch
Alwar	700	1000	-300
Sri Ganganagar	600	700	-100
Kota	1000	700	300
Groundnut Seed			
Rajkot (Gujarat)	70	100	-30
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	19-Jul-19	18-Jul-19	Change
Groundnut Kernel	5400	5400	Unch
Gr. Bolds 60/70	8350	8550	-200
Gr. Javas 60/70	10100	10300	-200
Gr Javas 70/80	9700	9900	-200
Gr.Javas 80/90	9400	9600	-200
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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