

Oilseeds Domestic Fundamentals

- Steady to weak trends are witnessed in Oilseeds complex due poor demand from local crushers. NCDEX Soybean and RM seed prices declined due to traders wants to book profits at current prevailing price. Declined monsoon spell in major soybean producing states in the country affecting the crop condition, may further puts soybean prices under pressure.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 19th July 2019 about 110.54 lakh Ha. has been reported compared to normal corresponding week (123.54 lakh Ha.) from previous year. Thus 12.91 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 (1.10lakh Ha.), Rajasthan (1.88 lakh Ha.), Jharkhand (0.07 lakh ha), Uttarakhand (0.05 lakh Ha). Less area during the week is reported from the state of Madhya Pradesh (8.27 lakh ha), Maharashtra (0.55 lakh Ha), Karnataka (2.86 lakh ha.), Chhattisgarh (0.81 lakh Ha), Telangana (0.66 lakh ha), Odisha (0.15 lakh ha), AP (2.81 lakh. ha.) UP (0.15 lakh ha) etc.
- 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.

Oilseeds International Fundamentals

- CBOT Soybean future rose up on Friday due to extreme heat wave started to hit US Midwest.
- 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 to poor demand in the market. The Indore (Plant Delivery) prices are expected to trade in the range of 3550 to 3600 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	-2	3598	3599	3565	3583	10790	-10210	67790	-1400
Sept-19	2	3608	3617	3590	3606	3060	-2350	20770	680
Oct-19	6	3523	3544	3523	3535	640	-800	5460	230
Mustard Future Prices									
Aug-19	5	3915	3928	3904	3921	13470	2690	78210	-3080
Sept-19	-5	3940	3954	3929	3939	5530	2680	18870	2270
Oct-19	-13	4002	4002	3984	3989	860	570	2380	550
Soybean Basis - 17					Mustard Basis-179				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	17				Aug-19	179			
Sept-19		-6			Sept-19		161		
Oct-19			65		Oct-19			111	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	20-Jul-19	20-Jul-19	20-Jul-19	15-Jul-19
Akola	6067	0	6067	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
	20-Jul-19	20-Jul-19	20-Jul-19	15-Jul-19
Sri Ganganagar	1668	0	1869	1950
Bharatpur	-	-	-	-
Bikaner	16918	0	16918	17039
Kota	29416	0	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	22-Jul-19		20-Jul-19		
	Low	High	Low	High	
Indore –Plant	3525	3600	3550	3625	-25
Indore–Mandi	3500	3550	3500	3550	Unch
Nagpur-Plant	3720	3750	3720	3750	Unch
Nagpur – Mandi	3310	3530	3320	3560	-30
Latur – Mandi	3670	3705	NA	NA	-
Akola – Mandi	NA	NA	3350	3570	-
Kota-Plant	3620	3680	3650	3700	-20
Kota – Mandi	3470	3630	3500	3650	-20
Bundi-Plant	3550	3600	3600	3650	-50
Bundi-Mandi	3460	3570	3500	3600	-30
Baran-Plant	3540	3580	3600	3650	-70
Baran-Mandi	3500	3530	3550	3575	-45
Bhawani Mandi Jhalawar–Plant	Closed	Closed	Closed	Closed	-
Jhalwar-Mandi	Closed	Closed	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4095	4100	4090	4095	5
Alwar-(Condition)	3900	3950	3950	4000	-50
Sri Ganganagar-(Non-Condition)	3680	3760	3750	3800	-40
New Delhi–(Condition)	3900	3925	3900	3925	Unch
Kota-(Condition)	3600	3650	3650	3700	-50
Agra-(Condition)	4048	4071	4048	4071	Unch
Neewai-(Condition)	3750	3800	3750	3800	Unch
Hapur (UP)-(Condition)	3900	3925	3900	3925	Unch
Groundnut Seed					
Rajkot	960	1020	961	1032	-12
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	22-Jul-19	20-Jul-19	
Madhya Pradesh	75000	70000	5000
Maharashtra	45000	60000	-15000
Rajasthan	8000	10000	-2000
Bundi (Raj)	45	170	-125
Baran (Raj)	2000	700	1300
Jhalawar (Raj)	Closed	Closed	-
Rapeseed/Mustard			
Rajasthan	65000	60000	5000
Alwar	1500	700	800
Sri Ganganagar	1000	500	500
Kota	1500	700	800
Groundnut Seed			
Rajkot (Gujarat)	51	50	1
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	22-Jul-19	20-Jul-19	Change
Groundnut Kernel	5450	5400	50
Gr. Bolds 60/70	8350	8350	Unch
Gr. Javas 60/70	10100	10100	Unch
Gr Javas 70/80	9700	9700	Unch
Gr.Javas 80/90	9400	9400	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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