

Oilseeds Domestic Fundamentals

- Steady to firm trends are witnessed in soybean complex due improved demand from local crushers. RM seed prices showed mixed trends due to mixed sentiments in the market. NCDEX Soybean and RM seed prices declined slightly 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.
- India's edible oil imports are likely to rise 7.3 per cent in 2019-20 to a record high, as weak monsoon rains curtail yields of summer-sown oilseeds such as soybeans and groundnut. India to import as much as 16.1 million tonnes of edible oils in the new marketing year starting November 1, which is up from this year's estimated 15 million tonnes.
- 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.

Oilseeds International Fundamentals

- CBOT Soybean future continued down trend on Tuesday due to decreased demand from Chinese buyers.
- As per the sources, Ukraine harvested Oilseed crop up to 2.73 million tonnes as on 23rd July 2019 higher against 2.25 million tonnes compared to last year. Moreover, rapeseed crop could rise to 3.58 million tonnes from 2.84 million tonnes in 2018.
- 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.
- Outlook:** Steady to firm trends are witnessed in soybean complex today due to improved demand in the market. The Indore (Plant Delivery) prices are expected to trade in the range of 3610 to 3670 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4090 and 4110 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-19	-18	3613	3619	3586	3592	18090	1640	65720	-260
Sept-19	-17	2625	3629	3601	3607	5730	-450	23340	1590
Oct-19	-1	3546	3554	3545	3553	1510	760	6620	720
Mustard Future Prices									
Aug-19	2	3913	3933	3912	3925	11470	-13930	78720	-670
Sept-19	-9	3929	3950	3929	3934	5470	390	22220	1870
Oct-19	18	3986	3993	3981	3981	1810	1240	4160	1270
Soybean Basis - 58					Mustard Basis-180				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	58				Aug-19	180			
Sept-19		43			Sept-19		171		
Oct-19			97		Oct-19			124	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	23-Jul-19	23-Jul-19	23-Jul-19	22-Jul-19
Akola	4816	0	4816	5538
Indore	1780	0	1780	1780
Kota	0	40	40	40
Sagar	120	0	120	120
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	23-Jul-19	23-Jul-19	23-Jul-19	22-Jul-19
Sri Ganganagar	1668	0	1869	1669
Bharatpur	-	-	-	-
Bikaner	16533	0	16533	16075
Kota	28800	0	28800	29103
Jaipur	2383	0	2380	2383
Alwar	3558	0	3558	3619
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	24-Jul-19		23-Jul-19		
	Low	High	Low	High	
Indore –Plant	3600	3650	3600	3650	Unch
Indore–Mandi	3550	3600	3550	3600	Unch
Nagpur-Plant	3700	3750	3680	3710	40
Nagpur – Mandi	3310	3520	3210	3490	30
Latur – Mandi	NA	NA	3665	3690	-
Akola – Mandi	2900	3560	3350	3560	Unch
Kota-Plant	3650	3700	3600	3650	50
Kota – Mandi	3500	3660	3450	3610	50
Bundi-Plant	3600	3650	3520	3560	90
Bundi-Mandi	3500	3600	3420	3540	60
Baran-Plant	3570	3600	3520	3550	50
Baran-Mandi	3530	3570	3470	3500	70
Bhawani Mandi Jhalawar–Plant	Closed	Closed	Closed	Closed	-
Jhalwar-Mandi	Closed	Closed	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4100	4105	4110	4115	-10
Alwar-(Condition)	3925	3975	3925	3975	Unch
Sri Ganganagar-(Non-Condition)	3750	3820	3720	3800	20
New Delhi–(Condition)	3915	3940	3925	3950	-10
Kota-(Condition)	3640	3700	3640	3700	Unch
Agra-(Condition)	4048	4071	4048	4071	Unch
Neewai-(Condition)	3750	3800	3750	3800	Unch
Hapur (UP)-(Condition)	3925	3950	3925	3950	Unch
Groundnut Seed					
Rajkot	970	1050	980	1040	10
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	24-Jul-19	23-Jul-19	
Madhya Pradesh	70000	65000	5000
Maharashtra	50000	50000	Unch
Rajasthan	10000	10000	Unch
Bundi (Raj)	45	45	Unch
Baran (Raj)	1200	1500	-300
Jhalawar (Raj)	Closed	Closed	-
Rapeseed/Mustard			
Rajasthan	70000	65000	5000
Alwar	2500	1100	1400
Sri Ganganagar	700	800	-100
Kota	900	900	Unch
Groundnut Seed			
Rajkot (Gujarat)	45	36	9
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	24-Jul-19	23-Jul-19	Change
Groundnut Kernel	5500	5450	50
Gr. Bolds 60/70	8250	8250	Unch
Gr. Javas 60/70	10000	10000	Unch
Gr Javas 70/80	9600	9600	Unch
Gr.Javas 80/90	9300	9300	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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