

Oilseeds Domestic Fundamentals

- Steady to weak trends are witnessed in Oilseeds complex at most of the trading centers due to declined 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.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 26th July 2019 about 133.66 lakh Ha. has been reported compared to normal corresponding week (140.92 lakh Ha.) from previous year. Thus 7.26 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 Maharashtra (3.00 lakh Ha.), Rajasthan (0.42 lakh Ha.), Bihar (0.29 lakh ha), Jharkhand (0.10 lakh ha), Uttarakhand (0.02 lakh Ha). Less area during the week is reported from the state of Madhya Pradesh (4.78 lakh ha), Gujarat (0.62 lakh Ha.) Karnataka (2.77 lakh ha.), Chhattisgarh (0.79 lakh Ha), Telangana (0.68 lakh ha), Odisha (0.20 lakh ha), AP (2.681 lakh. ha.) UP (0.15 lakh ha) etc.
- As per IMD, India's monsoon rains were 35% below average in the week ending July 24, after receiving 20% less rainfall in the prior week, raising concerns over the output of summer-sown crops. Overall, India has received 17% less rain than average since the monsoon season began on June 1, but in some states such as Gujarat, the biggest producer of cotton and groundnut, the rainfall deficit is as high as 42%. However, India is likely to receive above average rainfall in the coming two weeks, which will be well distributed across the country.
- 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 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 settled lower on Friday due to declined weekly export sales.
- As per the sources, China brought in 614,805 tons of soya beans from the US in June, down by 2.5% from June 2018 and down by 37% from 977,024 tons in May. However, China government had given a tariff exemption to 5 companies to purchase up to 3 million MT of US soybean in a goodwill move before the trade meet at Shanghai during this week.
- As per latest US weekly crop condition, soybean crop held steady at 54% rated good to excellent. Eight states indicated that the soybean condition improved last week. Most of the improvements were found in the central and southern Corn Belt while most of the declines were found in the eastern and northern Corn Belt as well as the Delta.
- As per USDA, During this week (July 12 to July 18) US Net sales reductions of 78,200 MT of 2018/2019 resulting in increases for unknown destinations (57,700 MT), South Korea (26,000 MT, including 25,000 MT switched from unknown destinations), Indonesia (21,800 MT, including decreases of 2,100 MT), Malaysia (7,200 MT), and Vietnam (2,400 MT), were more than offset by reductions for China (148,400 MT), Taiwan (27,200 MT), and Canada (18,400 MT). For 2019/2020, net sales of 223,700 MT were primarily for Mexico (95,000 MT), Taiwan (87,700 MT), and unknown destinations (30,000 MT), were partially offset by reductions for Canada (1,400 MT). Exports of 637,500 MT were down 30 percent from the previous week and 17 percent from the prior 4-week average. The destinations were primarily to China (381,600 MT), Mexico (105,300 MT), Taiwan (25,300 MT), South Korea (25,000 MT), and Indonesia (22,300 MT).
- 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.
- 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 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 3570 to 3600 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4070 and 4100 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-19	-31	3603	3613	3578	3585	20360	8030	55610	-4470
Sept-19	-32	3637	3626	3599	3605	11170	6290	29520	720
Oct-19	-31	3547	3547	3520	3528	1990	1090	8190	640
Mustard Future Prices									
Aug-19	-17	3942	3948	3922	3925	15920	7540	68770	-5420
Sept-19	-19	3953	3967	3925	3938	7750	2030	27100	1970
Oct-19	-22	4001	4003	3985	3985	1890	220	6510	560
Soybean Basis - 25					Mustard Basis-185				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	25				Aug-19	185			
Sept-19		5			Sept-19		172		
Oct-19			82		Oct-19			125	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	27-Jul-19	27-Jul-19	27-Jul-19	22-Jul-19
Akola	2504	0	2504	5538
Indore	477	0	477	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
	27-Jul-19	27-Jul-19	27-Jul-19	22-Jul-19
Sri Ganganagar	1668	0	1869	1669
Bharatpur	-	-	-	-
Bikaner	16221	0	16221	16075
Kota	28699	0	28699	29103
Jaipur	2203	0	2203	2383
Alwar	3558	0	3558	3619
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	29-Jul-19		27-Jul-19		
	Low	High	Low	High	
Indore –Plant	3600	3610	3640	3660	-50
Indore–Mandi	3450	3550	3450	3550	Unch
Nagpur-Plant	3700	3730	3720	3750	-20
Nagpur – Mandi	3310	3540	3400	3575	-35
Latur – Mandi	NA	NA	NA	NA	-
Akola – Mandi	3300	3550	3325	3560	-10
Kota-Plant	3550	3650	3650	3750	-100
Kota – Mandi	3450	3575	3550	3700	-125
Bundi-Plant	3500	3550	3600	3650	-100
Bundi-Mandi	3440	3540	3520	3620	-80
Baran-Plant	3450	3500	3550	3580	-80
Baran-Mandi	Closed	Closed	3500	3540	-
Bhawani Mandi Jhalawar–Plant	3550	3600	Closed	Closed	-
Jhalwar-Mandi	3300	3580	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4105	4110	4100	4105	5
Alwar-(Condition)	3900	3950	3900	3950	Unch
Sri Ganganagar-(Non-Condition)	3650	3775	3620	3775	Unch
New Delhi–(Condition)	3915	3940	3915	3940	Unch
Kota-(Condition)	3630	3670	3630	3670	Unch
Agra-(Condition)	4095	4119	4095	4119	Unch
Neewai-(Condition)	3750	3800	3750	3800	Unch
Hapur (UP)-(Condition)	3900	3925	3925	3950	-25
Groundnut Seed					
Rajkot	925	1083	920	1000	83
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	29-Jul-19	27-Jul-19	
Madhya Pradesh	35000	65000	-30000
Maharashtra	30000	50000	-20000
Rajasthan	6000	10000	-4000
Bundi (Raj)	65	65	Unch
Baran (Raj)	Closed	300	-
Jhalawar (Raj)	900	Closed	-
Rapeseed/Mustard			
Rajasthan	50000	45000	5000
Alwar	1000	1000	Unch
Sri Ganganagar	1000	600	400
Kota	1000	1000	Unch
Groundnut Seed			
Rajkot (Gujarat)	66	100	-34
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	29-Jul-19	27-Jul-19	Change
Groundnut Kernel	5500	5500	Unch
Gr. Bolds 60/70	8550	8450	100
Gr. Javas 60/70	10100	10200	-100
Gr Javas 70/80	9700	9800	-100
Gr.Javas 80/90	9400	9500	-100
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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