

Oilseeds Domestic Fundamentals

- Weak trends are witnessed in Soybean complex at most of the trading centers due to increased supplies in the market and declined demand from the local crushers. RM seed prices remained steady due to poor demand in the market. NCDEX Soybean and RM seeds future prices declined, due to traders started booking the profits at the current level. Favorable rains in the central India, the major soybean growing areas, may boost the yields. Farmers started cultivating oilseeds at full swing due to increased MSP and better price realization may further puts soybean prices under pressure.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 2nd Aug, 2019 about 149.41 lakh Ha. has been reported compared to normal corresponding week (157.39 lakh Ha.) from previous year. Thus 7.98 lakh. Ha less area has been covered compared to normal corresponding week in previous year. Farmers have sown 2.67 lakh ha. In Andhra Pradesh against 4.28 lakh ha. Previous year, 15.72 lakh ha. In Gujarat against 16.34 Previous year, 5.29 lakh ha. In Karnataka against 6.81 lakh ha. Previous year, 59.43 lakh ha. In MP against 59.98 lakh ha. Previous year, 36.92 lakh ha. In MH against 39.50 lakh ha. Previous year, 17.81 lakh ha. In Rajasthan against 19.06 lakh ha. Previous year, 2.01 lakh ha. In Telangana against 2.20 lakh ha Previous year, 4.82 lakh ha in UP against 3.70 lakh ha. Previous year.
- As per IMD, Monsoon picking up in central and western India, the planting has also picked up pace and has crossed 149.41 lakh hectares. Last year, sowing was on 157.39 lakh hectares, as per the latest data from Ministry. There is a sharp drop in sowing of groundnuts to 30.22 lakh hectares against 33.53 lakh hectares last year. soybean is nearly 107.29 lakh hectares against 109.50 lakh hectares last year, castor has been planted on 1.10 lakh hectares against 1.50 lakh hectares last year. Sunflower has been planted on 0.68 lakh hectares against 0.76 lakh hectares last year. Sesame has been planted on 9.65 lakh hectares against 11.59 lakh hectares last year.
- As per market sources, there is chances of increase in area of soybean crop in this season up to 120 lakh hectares compared with 112 lakh hectares last year in case of normal monsoon in Madhya Pradesh and Maharashtra (account up to 80 percent of total Soybean production in the country). As per to the third advanced estimate of Ministry, Soybean production is placed at 137.43 lakh tonnes for 2018/19 which is higher by 25 per cent against previous year production and highest in the last five years record. Soybean acreage may increase or may be at the same in this year as soybean prices performed well.

Oilseeds International Fundamentals

- CBOT Soybean future continued to decline on Thursday due to improved crop condition.
- 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 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 USDA, During this week (July 19 to July 25) US sold 143,100 MT for 2018/2019 resulting in increases for Japan (67,800 MT, including 19,000 MT switched from unknown destinations and decreases of 600 MT), China (66,800 MT, including 62,000 MT switched from unknown destinations and decreases of 72,900 MT), Mexico (61,800 MT, including 47,500 MT switched from unknown destinations and decreases of 1,000 MT), Egypt (58,800 MT, including decreases of 1,200 MT), and Saudi Arabia (55,000 MT), were partially offset by reductions for unknown destinations (195,500 MT) and Pakistan (60,000 MT). For 2019/2020, net sales of 305,500 MT were primarily for unknown destinations (112,000 MT), China (68,000 MT), Taiwan (60,000 MT), Japan (31,500 MT), and Colombia (14,500 MT). Exports of 921,300 MT were up 45 percent from the previous week and 24 percent from the prior 4-week average. The destinations were primarily to China (531,800 MT), Mexico (142,700 MT), Egypt (53,800 MT), Japan (45,400 MT), and Algeria (31,200 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:** weak trends are witnessed in soybean complex today due to declined 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 4090 and 4120 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-19	0	3574	3594	3574	3584	13980	-970	42310	-2200
Sept-19	-9	3572	3594	3566	3574	14460	2300	37620	150
Oct-19	-4	3530	3531	3514	3517	1000	-1710	10480	340
Mustard Future Prices									
Aug-19	-15	3929	3929	3906	3909	9520	3700	56340	-3580
Sept-19	-12	3945	3950	3930	3934	7720	3400	33150	1490
Oct-19	-13	3980	3984	3969	3976	2310	830	11160	1320
Soybean Basis - 26					Mustard Basis-211				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	26				Aug-19	211			
Sept-19		36			Sept-19		186		
Oct-19			93		Oct-19			144	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	1-Aug-19	1-Aug-19	1-Aug-19	29-Jul-19
Akola	739	0	739	1537
Indore	60	0	60	477
Kota	0	40	40	40
Sagar	120	0	120	120
Nagpur	-	-	-	20

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	1-Aug-19	1-Aug-19	1-Aug-19	29-Jul-19
Sri Ganganagar	1668	0	1869	1669
Bharatpur	-	-	-	-
Bikaner	14497	0	14497	16059
Kota	27476	0	27476	28700
Jaipur	2153	0	2153	2203
Alwar	3558	0	3558	3558
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	02-Aug-19		01-Aug-19		
	Low	High	Low	High	
Indore –Plant	3540	3610	3580	3650	-40
Indore–Mandi	3400	3520	Closed	Closed	-
Nagpur-Plant	3690	3725	3680	3700	25
Nagpur – Mandi	3210	3590	3310	3560	30
Latur – Mandi	3390	3650	Closed	Closed	-
Akola – Mandi	3000	3550	3200	3540	10
Kota-Plant	3500	3600	3600	3700	-100
Kota – Mandi	3450	3570	3500	3660	-90
Bundi-Plant	3500	3550	3550	3600	-50
Bundi-Mandi	3450	3520	3500	3570	-50
Baran-Plant	3350	3450	3400	3500	-50
Baran-Mandi	3400	3430	3450	3480	-50
Bhawani Mandi Jhalawar–Plant	3600	3550	3550	3600	-50
Jhalwar-Mandi	3150	3400	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4115	4120	4115	4120	Unch
Alwar-(Condition)	3900	3950	3900	3950	Unch
Sri Ganganagar-(Non-Condition)	3650	3850	3650	3850	Unch
New Delhi–(Condition)	3900	3925	3900	3925	Unch
Kota-(Condition)	3640	3660	3640	3660	Unch
Agra-(Condition)	4095	4119	4095	4119	Unch
Neewai-(Condition)	3720	3770	3720	3770	Unch
Hapur (UP)-(Condition)	3900	3925	3900	3925	Unch
Groundnut Seed					
Rajkot	842	1036	851	1035	1
Sunflower Seed					
Gulbarga	NA	NA	Closed	Closed	-
Latur	NA	NA	Closed	Closed	-
Sholapur	NA	NA	Closed	Closed	-
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	02-Aug-19	01-Aug-19	
Madhya Pradesh	45000	40000	5000
Maharashtra	50000	35000	15000
Rajasthan	8000	7000	1000
Bundi (Raj)	16	16	Unch
Baran (Raj)	800	600	200
Jhalawar (Raj)	1000	Closed	-
Rapeseed/Mustard			
Rajasthan	50000	40000	10000
Alwar	600	600	Unch
Sri Ganganagar	600	600	Unch
Kota	1000	1000	Unch
Groundnut Seed			
Rajkot (Gujarat)	55	50	5
Sunflower Seed			
Sholapur (Maharashtra)	NA	Closed	-

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

Oilseeds	2-Aug-19	1-Aug-19	Change
Groundnut Kernel	5500	5500	Unch
Gr. Bolds 60/70	8550	8450	100
Gr. Javas 60/70	10300	10200	100
Gr Javas 70/80	9900	9800	100
Gr.Javas 80/90	9600	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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