

Oilseeds Domestic Fundamentals

- Steady to firm trends are witnessed in Oilseeds complex at most of the trading centers due to improved demand from the local crushers. NCDEX Soybean future prices rose up sharply due to speculation, RM seed future prices declined due to traders started profit bookings at the current level. Favorable rains in central India, the major soybean growing areas, may boost the yields. Farmers started cultivating oilseeds at full swing due to increased MSP, better price realization may further put soybean prices under pressure.
- As per the SOPA, field survey covering 41 districts of three major soybean growing states i.e. Madhya Pradesh, Maharashtra, and Rajasthan. Farmers have planted some 54.76 lakh hectare in 21 districts in Madhya Pradesh, a little more than last year which was at 54.1 lakh hectare and some 14 districts in Maharashtra where the crop has been planted on 35.92 lakh hectare as compared to 36.39 lakh hectare last year. Soybean planting has been completed on 10.44 lakh hectare, up from 9.212 lakh hectare in Rajasthan this kharif season. In Telangana, Karnataka, Chhattisgarh and Gujarat, planting has been completed on 1.6 lakh hectare, 2.6 lakh hectare, 0.6 lakh hectare and 0.9 lakh hectare. Overall crop condition is good.
- 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 the sources, after a prolonged dry spell in Gujarat, recent rainfall across many parts of the state have saved the standing crops and resumed sowing. However, groundnut growing regions like Jamnagar, Devbhumi, Dwaraka, and morbi districts are still suffering from rainfall deficiency.
- 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.

Oilseeds International Fundamentals

- CBOT Soybean future declined on Tuesday due to improved crop condition and declined exports.
- As per the sources, U.S. President Donald Trump's announcement of further tariffs on another \$300 billion of Chinese imports last week, China's government on Aug. 5 announced that Chinese companies will stop buying U.S. agricultural products. The United States traditionally has been China's biggest supplier of soybeans. In recent months, China has bought only a fraction of the soybeans it typically buys from the United States, and the Aug. 5 announcement seemed to indicate the potential for a complete boycott of U.S. soybeans as well as other grains and oilseeds.
- As per the sources, China's largest grain, oilseeds and food company, COFCO International plans to increase investment in Brazilian soybean production, which would buy 5% more soybeans each year from Brazil over the next five years and would finance the expansion of more than 60 million acres of soybean production in Brazil. COFCO last year exported from Brazil to China more than 13 million metric tons of grain and soybeans.
- As per the sources, Brazil could see record soya harvests in the 2019-20 season dependent on good weather, and is expected to expand the soybean planted area by 2% to 36.8 million hectares in the upcoming season. That could result in production of 125 million to 126 million tonnes of the oilseeds, compared with 116.76 million tonnes during this year's harvest, which was affected by drought. It would also allow Brazil to overtake the United States as the world's top soya producer. Brazil to export 78 million tonnes of soya during the 2019-20 cycle, compared with 71.7 million tonnes in the 2018-19 harvest.
- As per the sources, EU expects Rapeseed crop of 17.1million tonnes, against 3million tonnes lower than last season and 4million tonnes below the five-year average. Lower crop estimates holding the rapeseed prices steady. The oilseed rape market is also influenced by crude and other oil prices, and with the US-China trade war ramping up again 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.
- Outlook:** 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 3600 to 3650 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	62	3599	3660	3597	3650	14840	-1400	29570	-6320
Sept-19	51	3540	3633	3535	3590	32500	14630	44980	650
Oct-19	7	3493	3505	3473	3500	8190	5050	16590	3010
Mustard Future Prices									
Aug-19	-19	3895	3899	3864	3876	17290	-4720	31570	-9270
Sept-19	-22	3925	3935	3896	3911	27130	1970	46100	5380
Oct-19	-18	3978	3980	3950	3963	6350	-4500	21510	2940
Soybean Basis - 10					Mustard Basis-239				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	-10				Aug-19	239			
Sept-19		50			Sept-19		204		
Oct-19			140		Oct-19			152	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	6-Aug-19	6-Aug-19	6-Aug-19	5-Aug-19
Akola	202	0	202	201
Indore	60	0	60	60
Kota	-	0	-	40
Sagar	10	0	10	120
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	6-Aug-19	6-Aug-19	6-Aug-19	5-Aug-19
Sri Ganganagar	1668	0	1869	1669
Bharatpur	-	-	-	-
Bikaner	12329	0	12329	12793
Kota	23936	150	27086	27086
Jaipur	1504	0	1504	1505
Alwar	3507	0	3507	3507
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	07-Aug-19		06-Aug-19		
	Low	High	Low	High	
Indore –Plant	3600	3640	3590	3610	30
Indore–Mandi	3450	3550	3450	3550	Unch
Nagpur-Plant	3690	3710	3690	3710	Unch
Nagpur – Mandi	3400	3580	3310	3550	30
Latur – Mandi	3500	3660	3450	3650	10
Akola – Mandi	3540	3525	3200	3530	-5
Kota-Plant	3550	3600	3500	3600	Unch
Kota – Mandi	3450	3550	3430	3550	Unch
Bundi-Plant	3550	3600	3500	3580	20
Bundi-Mandi	3500	3550	3450	3550	Unch
Baran-Plant	3500	3550	3400	3520	30
Baran-Mandi	3450	3525	3470	3500	25
Bhawani Mandi Jhalawar–Plant	3550	3600	3550	3600	Unch
Jhalwar-Mandi	3300	3550	3200	3500	50
Rapeseed/Mustard					
Jaipur-(Condition)	4110	4115	4110	4115	Unch
Alwar-(Condition)	3900	3950	3875	3925	25
Sri Ganganagar-(Non-Condition)	3600	3850	3575	3800	50
New Delhi–(Condition)	3900	3950	3925	3950	Unch
Kota-(Condition)	3600	3700	3580	3600	100
Agra-(Condition)	4071	4095	4071	4095	Unch
Neewai-(Condition)	3700	3775	3690	3740	35
Hapur (UP)-(Condition)	3925	3950	3925	3950	Unch
Groundnut Seed					
Rajkot	850	1021	868	1006	15
Sunflower Seed					
Gulbarga	3500	3676	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	07-Aug-19	06-Aug-19	
Madhya Pradesh	30000	35000	-5000
Maharashtra	35000	35000	Unch
Rajasthan	7000	7000	Unch
Bundi (Raj)	20	20	Unch
Baran (Raj)	850	1000	-150
Jhalawar (Raj)	1000	1000	Unch
Rapeseed/Mustard			
Rajasthan	50000	55000	-5000
Alwar	1000	700	300
Sri Ganganagar	800	700	100
Kota	500	400	100
Groundnut Seed			
Rajkot (Gujarat)	85	140	-55
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	7-Aug-19	6-Aug-19	Change
Groundnut Kernel	5375	5375	Unch
Gr. Bolds 60/70	8650	8550	100
Gr. Javas 60/70	10400	10300	100
Gr Javas 70/80	10000	9900	100
Gr.Javas 80/90	9700	9600	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	9600	9500	100
Brown 48/4 FM/* No FFA Guarantee	9300	9200	100
Sunflower Seed	4300	4300	Unch
Niger Seed (4% FM)	5600	5600	Unch

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