

Oilseeds Domestic Fundamentals

- Soybean complex prices remain steady at most of the trading centers due to poor demand from the local crushers. RM seed prices showed mixed trends due to mixed sentiments. 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 continued to decline on Wednesday due to improved crop condition and declined exports.
- As per USDA latest sales report (July 26-August 1, 2019) US sold 101,700 MT for 2018/2019 were down by 29 percent from the previous week, but up by 25 percent from the prior 4-week average. Increases were primarily for China (126,200 MT, including 64,500 MT switched from unknown destinations and decreases of 9,500 MT), the Netherlands (112,900 MT, including 120,000 MT switched from unknown destinations and decreases of 7,100 MT), South Korea (49,000 MT, including 50,000 MT switched from unknown destinations and decreases of 1,000 MT), Spain (40,000 MT, switched from unknown destinations), and France (24,200 MT, including 23,000 MT switched from unknown destinations). Reductions were primarily for unknown destinations (307,500 MT). For 2019/2020, net sales of 318,300 MT resulting in increases for unknown destinations (290,500 MT), Colombia (8,000 MT), Panama (6,700 MT), and Malaysia (6,300 MT), were partially offset by reductions for Taiwan (300 MT). Exports of 1,017,200 MT were up 10 percent from the previous week and 29 percent from the prior 4-week average. The destinations were primarily to China (516,200 MT), the Netherlands (112,900 MT), Mexico (112,800 MT), Egypt (57,400 MT), and South Korea (49,000 MT).
- 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 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:** Steady 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 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	22	3650	3682	3634	3667	7950	-6890	26860	-2710
Sept-19	-3	3585	3614	3561	3588	17000	-15500	47270	2290
Oct-19	8	3505	3512	3485	3505	3160	-5030	17310	720
Mustard Future Prices									
Aug-19	-5	3876	3886	3862	3869	8430	-8860	26390	-5180
Sept-19	-5	3909	3920	3897	3904	12810	-14320	54070	7970
Oct-19	-2	3970	3970	3950	3954	1550	-4800	21970	460
Soybean Basis - 17					Mustard Basis-241				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	-17				Aug-19	241			
Sept-19		62			Sept-19		206		
Oct-19			145		Oct-19			156	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	7-Aug-19	7-Aug-19	7-Aug-19	5-Aug-19
Akola	202	0	202	201
Indore	60	0	60	60
Kota	-	-	-	40
Sagar	10	0	10	120
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	7-Aug-19	7-Aug-19	7-Aug-19	5-Aug-19
Sri Ganganagar	1668	0	1869	1669
Bharatpur	-	-	-	-
Bikaner	12329	0	12329	12793
Kota	27086	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	08-Aug-19		07-Aug-19		
	Low	High	Low	High	
Indore –Plant	3610	3650	3600	3640	10
Indore–Mandi	3450	3550	3450	3550	Unch
Nagpur-Plant	3690	3710	3690	3710	Unch
Nagpur – Mandi	3310	3580	3400	3580	Unch
Latur – Mandi	NA	NA	3500	3660	-
Akola – Mandi	NA	NA	3540	3525	-
Kota-Plant	3550	3600	3550	3600	Unch
Kota – Mandi	3450	3550	3450	3550	Unch
Bundi-Plant	3550	3600	3550	3600	Unch
Bundi-Mandi	3500	3550	3500	3550	Unch
Baran-Plant	3500	3550	3500	3550	Unch
Baran-Mandi	3450	3525	3450	3525	Unch
Bhawani Mandi Jhalawar–Plant	3550	3600	3550	3600	Unch
Jhalwar-Mandi	3300	3550	3300	3550	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	4105	4110	4110	4115	-5
Alwar-(Condition)	3900	3950	3900	3950	Unch
Sri Ganganagar-(Non-Condition)	3650	3800	3600	3850	-50
New Delhi–(Condition)	3900	3950	3900	3950	Unch
Kota-(Condition)	3650	3750	3600	3700	50
Agra-(Condition)	4071	4095	4071	4095	Unch
Neewai-(Condition)	3700	3775	3700	3775	Unch
Hapur (UP)-(Condition)	3925	3950	3925	3950	Unch
Groundnut Seed					
Rajkot	862	1013	850	1021	-8
Sunflower Seed					
Gulbarga	NA	NA	3500	3676	-
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	08-Aug-19	07-Aug-19	
Madhya Pradesh	25000	30000	-5000
Maharashtra	30000	35000	-5000
Rajasthan	5000	7000	-2000
Bundi (Raj)	20	20	Unch
Baran (Raj)	400	850	-450
Jhalawar (Raj)	600	1000	-400
Rapeseed/Mustard			
Rajasthan	50000	50000	Unch
Alwar	2000	1000	1000
Sri Ganganagar	800	800	Unch
Kota	250	500	-250
Groundnut Seed			
Rajkot (Gujarat)	70	85	-15
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	8-Aug-19	7-Aug-19	Change
Groundnut Kernel	5375	5375	Unch
Gr. Bolds 60/70	8650	8650	Unch
Gr. Javas 60/70	10400	10400	Unch
Gr Javas 70/80	10000	10000	Unch
Gr.Javas 80/90	9700	9700	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	9600	9600	Unch
Brown 48/4 FM/* No FFA Guarantee	9300	9300	Unch
Sunflower Seed	4300	4300	Unch
Niger Seed (4% FM)	5600	5600	Unch

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