

Oilseeds Domestic Fundamentals

- Steady to firm trends are witnessed in most of the soybean trading centers due decreased supplies in the market and improved demand from the local crushers. RM seed prices showed mixed trends due to mixed sentiments. NCDEX Soybean and RM seed future prices rose up sharply due to speculation and rise in spot prices.
- As per the sources, Showers in July, during the monsoon at a crucial period for crop growth, were 4.6% above normal levels across the country, compared with a shortage of 33% in June. Rain in the central region, a major oilseed growing belt, got 8.5% more rain last month versus a shortfall of 31% in June.
- As per the sources, massive crop loss in the flood-affected regions of Maharashtra. According to initial surveys by the state Agriculture Department, farmers in the state may face crop loss across 34,000-35,000 hectares in the five districts of Sangli, Satara, Kolhapur, Dhule and Jalgaon. While standing crop of paddy, sugarcane and soybean in Jalgaon and Dhule have been affected, a final figure with the cumulative crop loss across affected districts will be available once the water levels recede and the surveys are completed.
- 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 rose up sharply on Thursday due to strong export demand.
- 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 to firm trends are witnessed in soybean complex today due to poor improved demand in the market. The Indore (Plant Delivery) prices are expected to trade in the range of 3650 to 3700 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4100 and 4130 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-19	43	3679	3750	3667	3715	10540	2590	20980	-5880
Sept-19	62	3614	3676	3599	3655	38100	21100	48740	1470
Oct-19	16	3520	3533	3501	3525	6150	2990	18940	1630
Mustard Future Prices									
Aug-19	12	3875	3908	3872	3887	24190	15760	12850	-13540
Sept-19	17	3904	3948	3904	3921	33250	20440	57620	3550
Oct-19	14	3964	3993	3960	3971	3350	1800	23670	1700
Soybean Basis – 15					Mustard Basis-243				
Spread					Spread				
	July-19	Aug-19	Sept-19			July-19	Aug-19	Sept-19	
Aug-19	-15				Aug-19	243			
Sept-19		45			Sept-19		209		
Oct-19			175		Oct-19			159	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	8-Aug-19	8-Aug-19	8-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
	8-Aug-19	8-Aug-19	8-Aug-19	5-Aug-19
Sri Ganganagar	1668	0	1869	1669
Bharatpur	-	-	-	-
Bikaner	11814	0	11814	12793
Kota	27085	0	27085	27086
Jaipur	1504	0	1504	1505
Alwar	3456	0	3456	3507
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	09-Aug-19		08-Aug-19		
	Low	High	Low	High	
Indore –Plant	3660	3700	3610	3650	50
Indore–Mandi	3450	3550	3450	3550	Unch
Nagpur-Plant	3690	3710	3690	3710	Unch
Nagpur – Mandi	3310	3570	3310	3580	-10
Latur – Mandi	NA	NA	3570	3680	-
Akola – Mandi	3200	3600	NA	NA	-
Kota-Plant	3570	3630	3550	3600	30
Kota – Mandi	3480	3580	3450	3550	30
Bundi-Plant	3580	3620	3550	3600	20
Bundi-Mandi	3530	3570	3500	3550	20
Baran-Plant	3550	3600	3500	3550	50
Baran-Mandi	3500	3575	3450	3525	50
Bhawani Mandi Jhalawar–Plant	3600	3650	3550	3600	50
Jhalwar-Mandi	3350	3600	3300	3550	50
Rapeseed/Mustard					
Jaipur-(Condition)	4125	4130	4105	4110	20
Alwar-(Condition)	3850	3900	3900	3950	-50
Sri Ganganagar-(Non-Condition)	3620	3855	3650	3800	55
New Delhi–(Condition)	3925	3975	3900	3950	25
Kota-(Condition)	3630	3720	3650	3750	-30
Agra-(Condition)	4071	4095	4071	4095	Unch
Neewai-(Condition)	3690	3765	3700	3775	-10
Hapur (UP)-(Condition)	3925	3950	3925	3950	Unch
Groundnut Seed					
Rajkot	858	1022	862	1013	9
Sunflower Seed					
Gulbarga	3400	3675	3412	3678	-3
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	09-Aug-19	08-Aug-19	
Madhya Pradesh	10000	25000	-15000
Maharashtra	35000	30000	5000
Rajasthan	5000	5000	Unch
Bundi (Raj)	20	20	Unch
Baran (Raj)	200	400	-200
Jhalawar (Raj)	400	600	-200
Rapeseed/Mustard			
Rajasthan	50000	50000	Unch
Alwar	2500	2000	500
Sri Ganganagar	600	800	-200
Kota	250	250	Unch
Groundnut Seed			
Rajkot (Gujarat)	90	70	20
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	9-Aug-19	8-Aug-19	Change
Groundnut Kernel	5375	5375	Unch
Gr. Bolds 60/70	8550	8650	-100
Gr. Javas 60/70	10300	10400	-100
Gr Javas 70/80	9900	10000	-100
Gr.Javas 80/90	9600	9700	-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	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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