

### Oilseeds Domestic Fundamentals

- Mostly weak trends are witnessed in soybean complex at most of the trading centers due to declined demand in the market. Mixed trends are witnessed in RM seed due to mixed sentiments in the market. NCDEX Soybean and RM seed future prices rose up sharply due to speculation and rise in spot prices.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 9<sup>th</sup> Aug, 2019 about 157.17 lakh Ha. has been reported compared to normal corresponding week (162.52 lakh Ha.) from previous year. Thus 5.35 lakh. Ha less area has been covered compared to normal corresponding week in previous year. Farmers have sown 3.38 lakh ha. In Andhra Pradesh against 4.54 lakh ha. Previous year, 16.93 lakh ha. In Gujarat against 17.56 Previous year, 6.35 lakh ha. In Karnataka against 7.06 lakh ha. Previous year, 60.12 lakh ha. In MP against 59.96 lakh ha. Previous year, 39.16 lakh ha. In MH against 40.56 lakh ha. Previous year, 18.95 lakh ha. In Rajasthan against 19.99 lakh ha. Previous year, 2.03 lakh ha. In Telangana against 2.21 lakh ha Previous year, 4.82 lakh ha in UP against 4.17 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 157.17 lakh hectares. Last year, sowing was 162.52 lakh hectares, as per the latest data from Ministry. There is a sharp drop in sowing of groundnuts to 33.08 lakh hectares against 35.36 lakh hectares last year. soybean is nearly 109.84 lakh hectares against 110.72 lakh hectares last year, castor has been planted on 1.89 lakh hectares against 2.43 lakh hectares last year. Sunflower has been planted on 0.80 lakh hectares against 0.81 lakh hectares last year. Sesame has been planted on 10.95 lakh hectares against 12.67 lakh hectares last year, Nigerseed has been planted on 0.61 lakh ha against 0.53 lakh ha last year.
- 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 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.

### Oilseeds International Fundamentals

- CBOT Soybean future continued to rose up sharply on Friday 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: 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 3640 to 3690 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4100 and 4140 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      |
|                               | 9-Aug-19 | 9-Aug-19   | 9-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      |
|                                | 9-Aug-19 | 9-Aug-19   | 9-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   | 12-Aug-19       |        | 10-Aug-19 |        |        |
|   | Low             | High   | Low       | High   |        |
| Indore –Plant   | 3645            | 3695   | 3700      | 3750   | -55    |
| Indore–Mandi  | Closed          | Closed | 3500      | 3650   | -      |
| Nagpur-Plant  | 3690            | 3710   | 3690      | 3710   | Unch   |
| Nagpur – Mandi  | Closed          | Closed | 3300      | 3560   | -      |
| Latur – Mandi   | Closed          | Closed | 3540      | 3690   | -      |
| Akola – Mandi   | Closed          | Closed | NA        | NA     | -      |
| Kota-Plant  | 3575            | 3625   | 3650      | 3700   | -75    |
| Kota – Mandi  | 3400            | 3500   | 3450      | 3550   | -50    |
| Bundi-Plant   | 3550            | 3600   | 3600      | 3650   | -50    |
| Bundi-Mandi   | 3400            | 3450   | 3450      | 3500   | -50    |
| Baran-Plant   | 3500            | 3550   | 3550      | 3600   | -50    |
| Baran-Mandi   | 3450            | 3500   | 3500      | 3550   | -50    |
| Bhawani Mandi Jhalawar–Plant  | 3550            | 3600   | 3600      | 3650   | -50    |
| Jhalwar-Mandi   | Closed          | Closed | 3400      | 3550   | -      |
| Rapeseed/Mustard  |                 |        |           |        |        |
| Jaipur-(Condition)  | 4135            | 4140   | 4125      | 4130   | 10     |
| Alwar-(Condition)   | 3900            | 3950   | 3900      | 3950   | Unch   |
| Sri Ganganagar-(Non-Condition)  | 3650            | 3850   | 3650      | 3850   | Unch   |
| New Delhi–(Condition)   | 3960            | 3990   | 3950      | 3980   | 10     |
| Kota-(Condition)  | 3700            | 3800   | 3700      | 3800   | Unch   |
| Agra-(Condition)  | 4095            | 4119   | 4095      | 4119   | Unch   |
| Neewai-(Condition)  | 3700            | 3800   | 3700      | 3800   | Unch   |
| Hapur (UP)-(Condition)  | 3900            | 3950   | 3950      | 4000   | -50    |
| Groundnut Seed  |                 |        |           |        |        |
| Rajkot  | 860             | 1012   | Closed    | Closed | -      |
| Sunflower Seed  |                 |        |           |        |        |
| Gulbarga  | Closed          | Closed | 3400      | 3675   | -      |
| Latur   | Closed          | Closed | NA        | NA     | -      |
| Sholapur  | Closed          | Closed | 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 |
|-------------------------|----------------------|------------------|--------|
| <b>Soybean</b>          | <b>12-Aug-19</b>     | <b>10-Aug-19</b> |        |
| Madhya Pradesh          | 8000                 | 8000             | Unch   |
| Maharashtra             | 25000                | 25000            | Unch   |
| Rajasthan               | 8000                 | 8000             | Unch   |
| Bundi (Raj)             | 10                   | 10               | Unch   |
| Baran (Raj)             | 700                  | 500              | 200    |
| Jhalawar (Raj)          | Closed               | 600              | -      |
| <b>Rapeseed/Mustard</b> |                      |                  |        |
| Rajasthan               | Closed               | 50000            | -      |
| Alwar                   | 2000                 | 2000             | Unch   |
| Sri Ganganagar          | 1000                 | 700              | 300    |
| Kota                    | 500                  | 500              | Unch   |
| <b>Groundnut Seed</b>   |                      |                  |        |
| Rajkot (Gujarat)        | 37                   | Closed           | -      |
| <b>Sunflower Seed</b>   |                      |                  |        |
| Sholapur (Maharashtra)  | Closed               | NA               | -      |

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

| Oilseeds                         | 12-Aug-19 | 10-Aug-19 | Change |
|----------------------------------|-----------|-----------|--------|
| Groundnut Kernel                 | Unq       | 5375      | -      |
| Gr. Bolds 60/70                  | 8450      | 8650      | -200   |
| 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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