

Oilseeds Domestic Fundamentals

- Mostly weak trends are witnessed in soybean complex at most of the trading centers due to increased supplies in the market. RM seeds prices showed steady to weak trends due to weak demand locally. NCDEX Soybean prices rose up sharply due to rise in spot market and RM seeds prices declined by the end of the day.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 23 Aug, 2019 about 167.89 lakh Ha. has been reported compared to normal corresponding week (167.55 lakh Ha.) from previous year. Thus 0.33 lakh. Ha more area has been covered compared to normal corresponding week in previous year. Farmers have sown 4.53 lakh ha. In Andhra Pradesh against 5.56 lakh ha. Previous year, 20.60 lakh ha. In Gujarat against 18.67 Previous year, 7.06 lakh ha. In Karnataka against 8.05 lakh ha. Previous year, 60.45 lakh ha. In MP against 60.15 lakh ha. Previous year, 41.54 lakh ha. In MH against 41.18 lakh ha. Previous year, 19.92 lakh ha. In Rajasthan against 20.21 lakh ha. Previous year, 2.09 lakh ha. In Telangana against 2.22 lakh ha Previous year, 5.50 lakh ha in UP against 4.55 lakh ha. Previous year.
- As per Indian Institute of soybean research field survey, lack of flowering in soybean crop even after over a month of sowing crops due to excessive water in farms reduces level of oxygen leading to mineral deficiency while higher ethylene level hampers the growth of the crop, may sharply reduce output of soybean at Indore region. Farmers in the affected regions of Indore are demanding compensation from the state government.
- As per Fourth Advance Estimates for 2018-19, total food grain production in the country is estimated at 284.95 million tonnes which is nearly steady compared with 285.01 million tonnes of production for 2017-18, while it is higher by 19.20 million tonnes than the previous five years' (2013-14 to 2017-18) average production of food grain. Total Oilseeds production in the country during 2018-19 is estimated at 32.26 million tonnes which is higher than the production of 31.46 million tonnes during 2017-18. Moreover, the production of oilseeds during 2018-19 is also higher by 2.61 million tonnes than the average oilseeds production.
- As per the sources, the rebound in monsoon rainfall has created ideal conditions for agriculture for the rest of the year with improved planting area and much more water in reservoirs. Rainfall in August has been 35% above normal so far, which has further improved crop planting and filled up major reservoirs with 25% more water than the 10-year average.

Oilseeds International Fundamentals

- CBOT Soybean future rose up on Monday as Chinese had expressed interest in restarting trade talks after latest tariff move.
- As per US weekly crop report 53% of the soybean crop is good to excellent, 94% of the crop was blooming and 79% of the crop is setting pods.
- As per the sources, (9-Aug-15-Aug-2019) US sold 25,900 MT for 2018/2019 were resulting in increases for Germany (68,500 MT), Indonesia (56,000 MT, including 25,000 MT switched from unknown destinations and decreases of 100 MT), Bangladesh (53,100 MT, including 55,000 MT switched from unknown destinations and decreases of 1,900 MT), Portugal (35,000 MT, switched from unknown destinations), and Italy (30,100 MT, including 28,000 MT switched from unknown destinations), were partially offset by reductions for unknown destinations (169,000 MT), Pakistan (62,500 MT), and Japan (27,300 MT). For 2019/2020, net sales of 792,600 MT were primarily for unknown destinations (421,000 MT), Mexico (111,500 MT), China (66,000 MT), Egypt (55,000 MT), and Japan (5,200 MT). Exports of 1,174,500 MT were up 13 percent from the previous week and 32 percent from the prior 4-week average. The destinations were primarily to China (481,600 MT), Mexico (91,400 MT), Taiwan (84,800 MT), Indonesia (77,900 MT), and Germany (68,500 MT).
- As per WASDE latest report, U.S. oilseed production for 2019/20 is projected at 111.5 million tons, down by 4.5 million tonnes from last month mainly due to a lower soybean production forecast. Soybean production is forecast at 3.68 billion bushels, down by 165 million bushels on lower harvested area. Harvested area is forecast at 75.9 million acres, down by 3.4 million acres from the NASS June Acreage Report led by reductions for Ohio and South Dakota. With lower production partly offset by higher beginning stocks, soybean supplies for 2019/20 are projected at 4.77 billion bushels, down by 3 percent from last month. U.S. soybean exports are reduced 100 million bushels to 1.78 billion bushels reflecting reduced global import demand, mainly for China.
- As per WASDE latest report, this month's 2019/20 global oilseed supply and demand forecasts include lower production, trade, and stocks compared to last month. Lower soybean, rapeseed, and peanut production are partly offset by higher sunflower seed output. Rapeseed production is lowered for the EU mainly on a lower area and yield for France. India's soybean and peanut harvested area is reduced due to slow planting progress to date. Ukraine's sunflower seed production is forecast higher, as timely rainfall in late July and early August boosted yield prospects. Global 2019/20 oilseed exports are reduced by 3.0 million tons mainly on a 2-million-ton reduction to soybean trade. China's soybean imports are lowered by 2 million tons to 85 million reflecting lower soybean meal crush in 2019/20. With crush also lowered in 2018/19, China's protein meal consumption growth is forecasted flat in 2019/20. Global 2019/20 soybean ending stocks are lower relative to last month due to lower stocks in the United States and China.
- **Outlook:** The Indore (Plant Delivery) prices are expected to trade in the range of 3770 to 3840 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4170 and 4200 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-19	24	3834	3835	3781	3817	26360	-16040	28540	-3740
Oct-19	-4	3575	3575	3534	3558	9910	-8450	30430	3290
Nov-19	-25	3531	3540	3500	3507	2720	-2210	20280	-80
Mustard Future Prices									
Sept-19	-5	3928	3932	3910	3925	10470	-6730	50210	-290
Oct-19	-3	3985	3993	3970	3988	11900	-320	39260	1950
Nov-19	-9	4052	4043	4016	4043	6490	3430	9060	6020
Soybean Basis - 7					Mustard Basis-250				
Spread					Spread				
	Sep-19	Oct-19	Nov-19			Sep-19	Oct-19	Nov-19	
Sept-19	-7				Sept-19	250			
Oct-19		-252			Oct-19		187		
Nov-19			-303		Nov-19			132	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	26-Aug-19	26-Aug-19	26-Aug-19	26-Aug-19
Akola	465	20	485	465
Indore	100	0	100	100
Kota	10	0	10	10
Sagar	10	0	10	10
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	26-Aug-19	26-Aug-19	26-Aug-19	26-Aug-19
Sri Ganganagar	1527	0	1527	1527
Bharatpur	-	-	-	-
Bikaner	8251	0	8251	8251
Kota	24334	0	24334	24334
Jaipur	1354	0	1354	1364
Alwar	1917	0	1917	1916
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	27-Aug-19		26-Aug-19		
	Low	High	Low	High	
Indore –Plant	3800	3810	3700	3750	60
Indore–Mandi	3550	3650	3570	3670	-20
Nagpur-Plant	3780	3820	3770	3800	20
Nagpur – Mandi	3410	3680	3485	3640	40
Latur – Mandi	3625	3730	3665	3730	Unch
Akola – Mandi	NA	NA	NA	NA	-
Kota-Plant	3700	3750	3800	3850	-100
Kota – Mandi	Closed	Closed	3700	3800	-
Bundi-Plant	3600	3650	3700	3750	-100
Bundi-Mandi	3450	3500	3550	3600	-100
Baran-Plant	3550	3600	3650	3700	-100
Baran-Mandi	3550	3570	3650	3675	-105
Bhawani Mandi Jhalawar–Plant	3600	3680	3725	3775	-95
Jhalwar-Mandi	3550	3650	3625	3725	-75
Rapeseed/Mustard					
Jaipur-(Condition)	4190	4195	4195	4200	-5
Alwar-(Condition)	3950	4000	3950	4000	Unch
Sri Ganganagar-(Non-Condition)	3700	3900	3700	3875	25
New Delhi–(Condition)	3920	3950	3940	3970	-20
Kota-(Condition)	Closed	Closed	3710	3820	-
Agra-(Condition)	4167	4190	4167	4190	Unch
Neewai-(Condition)	3720	3820	3720	3820	Unch
Hapur (UP)-(Condition)	3950	4000	3950	4000	Unch
Groundnut Seed					
Rajkot	Closed	Closed	Closed	Closed	-
Sunflower Seed					
Gulbarga	NA	NA	3485	3675	-
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	27-Aug-19	26-Aug-19	
Madhya Pradesh	35000	30000	5000
Maharashtra	35000	25000	10000
Rajasthan	5000	5000	Unch
Bundi (Raj)	20	20	Unch
Baran (Raj)	400	300	100
Jhalawar (Raj)	700	400	300
Rapeseed/Mustard			
Rajasthan	65000	65000	Unch
Alwar	2000	2000	Unch
Sri Ganganagar	800	500	300
Kota	Closed	700	-
Groundnut Seed			
Rajkot (Gujarat)	Closed	Closed	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	27-Aug-19	26-Aug-19	Change
Groundnut Kernel	5450	5425	25
Gr. Bolds 60/70	8750	8850	-100
Gr. Javas 60/70	10700	10800	-100
Gr Javas 70/80	10300	10400	-100
Gr.Javas 80/90	10000	10100	-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	5000	600

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