

Oilseeds Domestic Fundamentals

- Firm trends are witnessed in soybean complex at most of the trading centers due to declined supplies in the market. RM seed prices showed mixed trends due to mixed sentiments in the market. NCDEX Soybean prices dropped with profit bookings at the current level and RM seeds prices dropped down after a short rise.
- 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 declined on Tuesday due to improved crop condition and lack of updates about the trade talk with China.
- 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 3780 to 3860 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4180 and 4220 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-19	-28	3800	3865	3784	3790	31250	4890	24980	-3560
Oct-19	-13	3542	3586	3533	3536	18340	8430	32560	2130
Nov-19	-26	3508	3524	3488	3489	7530	4810	22480	2200
Mustard Future Prices									
Sept-19	-5	3924	3954	3913	3924	32700	22230	45660	-4550
Oct-19	13	3994	4040	3988	4002	32370	20470	51420	12160
Nov-19	25	4035	4081	4039	4060	1860	-4630	9780	720
Soybean Basis - 50					Mustard Basis-281				
Spread					Spread				
	Sept-19	Oct-19	Nov-19			Sept-19	Oct-19	Nov-19	
Sept-19	50				Sept-19	281			
Oct-19		304			Oct-19		203		
Nov-19			351		Nov-19			145	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	27-Aug-19	27-Aug-19	27-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
	27-Aug-19	27-Aug-19	27-Aug-19	26-Aug-19
Sri Ganganagar	1507	0	1507	1527
Bharatpur	-	-	-	-
Bikaner	8150	0	8150	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	28-Aug-19		27-Aug-19		
	Low	High	Low	High	
Indore –Plant	3830	3840	3800	3810	30
Indore–Mandi	3600	3700	3550	3650	50
Nagpur-Plant	3780	3820	3780	3820	Unch
Nagpur – Mandi	3410	3680	3410	3680	Unch
Latur – Mandi	NA	NA	3625	3730	-
Akola – Mandi	3250	3660	3250	3590	70
Kota-Plant	3800	3850	3700	3750	100
Kota – Mandi	3750	3820	Closed	Closed	-
Bundi-Plant	3700	3750	3600	3650	100
Bundi-Mandi	3550	3600	3450	3500	100
Baran-Plant	3600	3650	3550	3600	50
Baran-Mandi	3600	3615	3550	3570	45
Bhawani Mandi Jhalawar–Plant	3700	3770	3600	3680	90
Jhalwar-Mandi	3600	3740	3550	3650	90
Rapeseed/Mustard					
Jaipur-(Condition)	4200	4205	4190	4195	10
Alwar-(Condition)	3925	3975	3950	4000	-25
Sri Ganganagar-(Non-Condition)	3750	3850	3700	3900	-50
New Delhi–(Condition)	3935	3965	3920	3950	15
Kota-(Condition)	3680	3770	Closed	Closed	-
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	835	985	Closed	Closed	-
Sunflower Seed					
Gulbarga	3475	3680	3485	3675	5
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	28-Aug-19	27-Aug-19	
Madhya Pradesh	30000	35000	-5000
Maharashtra	25000	35000	-10000
Rajasthan	5000	5000	Unch
Bundi (Raj)	20	20	Unch
Baran (Raj)	900	400	500
Jhalawar (Raj)	200	700	-500
Rapeseed/Mustard			
Rajasthan	65000	65000	Unch
Alwar	4000	2000	2000
Sri Ganganagar	1000	800	200
Kota	400	Closed	-
Groundnut Seed			
Rajkot (Gujarat)	70	Closed	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	28-Aug-19	27-Aug-19	Change
Groundnut Kernel	5450	5450	Unch
Gr. Bolds 60/70	8650	8750	-100
Gr. Javas 60/70	10600	10700	-100
Gr Javas 70/80	10200	10300	-100
Gr.Javas 80/90	9900	10000	-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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