

Oilseeds Domestic Fundamentals

- Firm trends are witnessed in Soybean complex at most of the trading centers due to decreased supplies in the market. RM seeds prices showed mixed trends due to mixed sentiments. NCDEX Soybean prices rose up sharply due to rise in spot market and RM seeds prices rose slightly up from the previous 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 Thursday due improved export sales
- As per the sources, (16-Aug-22-Aug-2019) US sold 95,200 MT for 2018/2019 resulting in increases for China (76,700 MT, including 70,000 MT switched from unknown destinations and decreases of 800 MT), Japan (59,200 MT, including 18,800 MT switched from unknown destinations and decreases of 600 MT), South Korea (56,800 MT, including 63,000 MT switched from unknown destinations and decreases of 6,200 MT), Taiwan (39,900 MT, including decreases of 400 MT), Thailand (4,600 MT, including decreases of 100 MT), were partially offset by reductions for unknown destinations (157,700 MT). For 2019/2020, net sales of 353,100 MT were primarily for unknown destinations (136,200 MT), Mexico (123,000 MT), Egypt (50,000 MT), Malaysia (17,000 MT), and Taiwan (11,000 MT). Exports of 873,300 MT were down 26 percent from the previous week and 15 percent from the prior 4-week average. The destinations were primarily to China (544,700 MT), Mexico (73,000 MT), South Korea (56,900 MT), Egypt (53,600 MT), and Japan (52,400 MT).
- China's July soybean imports from the United States jumped three-fold from the previous year and Brazil at 6.42 million tonnes, down 8.9% from last year's 7.04 million tonnes but up 16.8% from 5.498 million tonnes in June. China, brought 911,888 tonnes of oilseed from the United States up from last year's 308,127 tonnes. The figures were also up 48.3% from 614,805 tonnes in June. China's total soybean imports rose in July from the same month last year.
- 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 WASDEt, 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 3740 to 3780 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4160 and 4190 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-19	75	3750	3840	3756	3825	18150	6650	22350	-1080
Oct-19	62	3532	3610	3532	3594	17280	10460	36870	2160
Nov-19	43	3484	3546	3479	3533	6240	3540	25600	2210
Mustard Future Prices									
Sept-19	8	3915	3927	3910	3922	7210	-2900	42880	-1830
Oct-19	10	3996	4011	3992	4007	6320	-200	53160	1180
Nov-19	-10	4055	4053	4045	4045	1100	80	10600	560
Soybean Basis - 75					Mustard Basis-273				
Spread					Spread				
	Sep-19	Oct-19	Nov-19			Sep-19	Oct-19	Nov-19	
Sept-19	-75				Sept-19	273			
Oct-19		156			Oct-19		188		
Nov-19			217		Nov-19			150	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	29-Aug-19	29-Aug-19	29-Aug-19	26-Aug-19
Akola	485	0	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
	29-Aug-19	29-Aug-19	29-Aug-19	26-Aug-19
Sri Ganganagar	1365	0	1365	1527
Bharatpur	-	-	-	-
Bikaner	7907	0	7907	8251
Kota	24394	0	24394	24334
Jaipur	1354	0	1354	1365
Alwar	1917	0	1917	1916
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	30-Aug-19		29-Aug-19		
	Low	High	Low	High	
Indore –Plant	3730	3750	3780	3800	-50
Indore–Mandi	Closed	Closed	3550	3700	-
Nagpur-Plant	3780	3820	3780	3820	Unch
Nagpur – Mandi	3200	3625	3410	3660	-35
Latur – Mandi	Closed	Closed	3600	3735	-
Akola – Mandi	NA	NA	3350	3660	-
Kota-Plant	3780	3840	3750	3800	40
Kota – Mandi	3730	3760	3700	3720	40
Bundi-Plant	3730	3760	3670	3720	40
Bundi-Mandi	3570	3610	3530	3560	50
Baran-Plant	3630	3680	3560	3620	60
Baran-Mandi	3630	3660	Closed	Closed	-
Bhawani Mandi Jhalawar–Plant	3640	3720	3600	3670	50
Jhalwar-Mandi	Closed	Closed	3500	3650	-
Rapeseed/Mustard					
Jaipur-(Condition)	4190	4195	4200	4205	-10
Alwar-(Condition)	3925	3975	3925	3975	Unch
Sri Ganganagar-(Non-Condition)	3775	3875	3750	3850	25
New Delhi–(Condition)	3920	3950	3935	3965	-15
Kota-(Condition)	3675	3775	3650	3750	25
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	821	1007	-
Sunflower Seed					
Gulbarga	Closed	Closed	NA	NA	-
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
Soybean	30-Aug-19	29-Aug-19	
Madhya Pradesh	50000	50000	Unch
Maharashtra	30000	30000	Unch
Rajasthan	7000	7000	Unch
Bundi (Raj)	10	20	-10
Baran (Raj)	700	Closed	-
Jhalawar (Raj)	Closed	600	-
Rapeseed/Mustard			
Rajasthan	50000	65000	-15000
Alwar	4000	4000	Unch
Sri Ganganagar	700	900	-200
Kota	600	500	100
Groundnut Seed			
Rajkot (Gujarat)	Closed	34	-
Sunflower Seed			
Sholapur (Maharashtra)	Closed	NA	-

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

Oilseeds	30-Aug-19	29-Aug-19	Change
Groundnut Kernel	5450	5450	Unch
Gr. Bolds 60/70	8550	8550	Unch
Gr. Javas 60/70	10500	10500	Unch
Gr Javas 70/80	10100	10100	Unch
Gr.Javas 80/90	9800	9800	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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