

Oilseeds Domestic Fundamentals

- Sentiments remained same as most of the cash markets and NCDEX future markets were closed on Monday due to Ganesh Chaturthi festival.
- As per the sources, soybean yield is likely to increase in Madhya Pradesh due to sufficient water and use of new varieties of seeds with early maturity has raised hopes for better yields resulting in higher output and negating the impact of crop damage in some regions of the state due to heavy rains. The yields are anticipating to increase between 1300 to 1350kg per hectare as against 1250 kg per hectare in the last season. Over all crop is in very good stage and developing well.
- As per the IMD, Overall monsoon rainfall was normal to excess as on Friday compared with 91% of LPA until July end, the declined in sowing area of all kharif crops has considerably narrowed down. According to the kharif sowing data released by the Agriculture Ministry on Friday, plantings have covered nearly 1,010 lakh hectares (lh), compared with 1,027 lh in the corresponding period last year. There is substantial improvement in oilseeds planting too. The increase was mainly in soybean, which surpassed last year by 1 lh till this week. Good rains in Gujarat also helped increase the acreage of groundnut, even though the overall area under groundnut is still down by 2 per cent.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 30 Aug, 2019 about 170.78 lakh Ha. has been reported compared to normal corresponding week (171.15 lakh Ha.) from previous year. Thus 0.37 lakh. Ha less area has been covered compared to normal corresponding week in previous year. Farmers have sown 4.86 lakh ha. In Andhra Pradesh against 6.64 lakh ha. Previous year, 21.95 lakh ha. In Gujarat against 19.74 Previous year, 7.30 lakh ha. In Karnataka against 8.45 lakh ha. Previous year, 60.82 lakh ha. In MP against 60.15 lakh ha. Previous year, 41.69 lakh ha. In MH against 41.44 lakh ha. Previous year, 20.03 lakh ha. In Rajasthan against 20.67 lakh ha. Previous year, 2.11 lakh ha. In Telangana against 2.23 lakh ha Previous year, 5.51 lakh ha in UP against 4.60 lakh ha. Previous year.
- 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 Friday due improved export sales.
- As per the sources, Germany's rapeseed harvest will fall 21.9% on the year to about 2.9 million tonnes. A sharp drop had been generally expected because of a big reduction in rapeseed plantings following dry weather in autumn 2018.
- 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 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 3760 to 3820 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 - 10					Mustard Basis-263				
Spread					Spread				
	Sep-19	Oct-19	Nov-19		Sep-19	Oct-19	Nov-19		
Sept-19	-10			Sept-19	263				
Oct-19		221		Oct-19		178			
Nov-19			282	Nov-19			140		

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	30-Aug-19	30-Aug-19	30-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
	30-Aug-19	30-Aug-19	30-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
	02-Sep-19		31-Aug-19		
Soybean	Low	High	Low	High	
Indore –Plant	3800	3815	3780	3800	15
Indore–Mandi	Closed	Closed	3550	3675	-
Nagpur-Plant	3780	3820	3780	3820	Unch
Nagpur – Mandi	Closed	Closed	3200	3625	-
Latur – Mandi	Closed	Closed	3685	3745	-
Akola – Mandi	Closed	Closed	3200	3635	-
Kota-Plant	3780	3840	3780	3840	Unch
Kota – Mandi	Closed	Closed	3730	3760	-
Bundi-Plant	3730	3760	3730	3760	Unch
Bundi-Mandi	Closed	Closed	3570	3610	-
Baran-Plant	3560	3620	3560	3620	Unch
Baran-Mandi	Closed	Closed	3580	3600	-
Bhawani Mandi Jhalawar–Plant	3600	3680	3600	3680	Unch
Jhalwar-Mandi	Closed	Closed	3470	3620	-
Rapeseed/Mustard					
Jaipur-(Condition)	4180	4185	4180	4185	Unch
Alwar-(Condition)	Closed	Closed	3925	3975	-
Sri Ganganagar-(Non-Condition)	Closed	Closed	3800	3900	-
New Delhi–(Condition)	3940	3970	3920	3950	20
Kota-(Condition)	Closed	Closed	3675	3775	-
Agra-(Condition)	4167	4190	4167	4190	Unch
Neewai-(Condition)	Closed	Closed	3720	3820	-
Hapur (UP)-(Condition)	3950	4000	3950	4000	Unch
Groundnut Seed					
Rajkot	Closed	Closed	812	1021	-
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
	02-Sep-19	31-Aug-19	
Soybean			
Madhya Pradesh	NA	50000	-
Maharashtra	NA	30000	-
Rajasthan	NA	7000	-
Bundi (Raj)	Closed	10	-
Baran (Raj)	Closed	900	-
Jhalawar (Raj)	Closed	1000	-
Rapeseed/Mustard			
Rajasthan	Closed	60000	-
Alwar	Closed	4000	-
Sri Ganganagar	Closed	500	-
Kota	Closed	600	-
Groundnut Seed			
Rajkot (Gujarat)	Closed	185	-
Sunflower Seed			
Sholapur (Maharashtra)	Closed	NA	-

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

Oilseeds	2-Sep-19	31-Aug-19	Change
Groundnut Kernel	Closed	5425	-
Gr. Bolds 60/70	Closed	8450	-
Gr. Javas 60/70	Closed	10400	-
Gr Javas 70/80	Closed	10000	-
Gr.Javas 80/90	Closed	9700	-
KardiSeed 2% Exp Qly	Closed	5000	-
Sesame White 98/2/1 FM	Closed	10700	-
Whitish 95/5/FFA/1FM	Closed	10500	-
Brown 48/2 FFA/4 FM	Closed	9900	-
Brown 48/3 FFA/4 FM	Closed	9600	-
Brown 48/4 FM/* No FFA Guarantee	Closed	9300	-
Sunflower Seed	Closed	4300	-
Niger Seed (4% FM)	Closed	5600	-

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