

Oilseeds Domestic Fundamentals

- Weak trends are witnessed in Oilseeds complex today at most of the trading centers. NCDEX soybean future prices dropped after a short rise and ended with profit bookings. RM seeds prices declined due to speculators selling pressure.
- 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 Monday 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	-25	3860	3860	3786	3800	14930	-3200	22450	100
Oct-19	-9	3600	3622	3555	3582	15960	-1320	39390	2520
Nov-19	2	3542	3543	3506	3530	4530	-1710	26630	1030
Mustard Future Prices									
Sept-19	-23	3919	3925	3895	3899	9410	2200	42410	-470
Oct-19	-24	4005	4006	3976	3981	7720	1400	53810	650
Nov-19	-10	4044	4052	4040	4042	2660	1560	11690	1090
Soybean Basis - 20					Mustard Basis-286				
Spread					Spread				
	Sep-19	Oct-19	Nov-19			Sep-19	Oct-19	Nov-19	
Sept-19	-20				Sept-19	286			
Oct-19		198			Oct-19		204		
Nov-19			250		Nov-19			143	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	2-Sept-19	2-Sept-19	2-Sept-19	2-Sept-19
Akola	485	0	485	485
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
	2-Sept-19	2-Sept-19	2-Sept-19	2-Sept-19
Sri Ganganagar	1295	0	1295	1296
Bharatpur	-	-	-	-
Bikaner	7907	0	7907	7907
Kota	23513	0	23513	23513
Jaipur	1294	0	1294	1295
Alwar	1764	0	1764	1764
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	03-Sep-19		02-Sep-19		
	Low	High	Low	High	
Indore –Plant	3750	3780	3800	3815	-35
Indore–Mandi	3650	3725	Closed	Closed	-
Nagpur-Plant	3760	3790	3780	3820	-30
Nagpur – Mandi	3310	3630	Closed	Closed	-
Latur – Mandi	NA	NA	Closed	Closed	-
Akola – Mandi	NA	NA	3000	3670	-
Kota-Plant	3750	3800	3780	3840	-40
Kota – Mandi	Closed	Closed	Closed	Closed	-
Bundi-Plant	3700	3720	3730	3760	-40
Bundi-Mandi	Closed	Closed	Closed	Closed	-
Baran-Plant	3530	3580	3560	3620	-40
Baran-Mandi	Closed	Closed	Closed	Closed	-
Bhawani Mandi Jhalawar–Plant	3550	3640	3600	3680	-40
Jhalwar-Mandi	Closed	Closed	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4180	4185	4180	4185	Unch
Alwar-(Condition)	Closed	Closed	Closed	Closed	-
Sri Ganganagar-(Non-Condition)	Closed	Closed	Closed	Closed	-
New Delhi–(Condition)	3920	3950	3920	3950	Unch
Kota-(Condition)	Closed	Closed	Closed	Closed	-
Agra-(Condition)	4143	4167	4167	4190	-24
Neewai-(Condition)	3740	3840	Closed	Closed	-
Hapur (UP)-(Condition)	3925	3975	3950	4000	-25
Groundnut Seed					
Rajkot	Closed	Closed	Closed	Closed	-
Sunflower Seed					
Gulbarga	NA	NA	Closed	Closed	-
Latur	NA	NA	Closed	Closed	-
Sholapur	NA	NA	Closed	Closed	-
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	03-Sep-19	02-Sep-19	
Madhya Pradesh	20000	NA	-
Maharashtra	15000	NA	-
Rajasthan	4000	NA	-
Bundi (Raj)	Closed	Closed	-
Baran (Raj)	Closed	Closed	-
Jhalawar (Raj)	Closed	Closed	-
Rapeseed/Mustard			
Rajasthan	NA	Closed	-
Alwar	Closed	Closed	-
Sri Ganganagar	Closed	Closed	-
Kota	Closed	Closed	-
Groundnut Seed			
Rajkot (Gujarat)	Closed	Closed	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	Closed	-

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

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

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