

Oilseeds Domestic Fundamental

- Soybean prices declined at most of the trading centers today due to higher arrivals. Good weather conditions led a support to release holding stocks of traders and farmers in the market. However, Soybean prices in Nagpur market went up on good demand from local crushing plants. While, RM seeds prices performed in mixed zone. As per traders, total 30 to 35% soybeans are damaged in MP state on account of heavy rainfall which may support price to rise in future. While, growing soybean crops at developing stage are better in other states of India.
- As per recent released data of Ministry, the total area under Oilseeds is reported lower at 176.92 lakh hectares as on 13th Sep 2019 against 177.15 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of groundnuts to 38.88 lakh hectares against 40.01 lakh hectares last year. Total covering area of Soybean stood at 113.30 lakh hectares against 112.51 lakh hectares last year, castor has been planted on 8.76 lakh hectares against 8.36 lakh hectares last year. Sunflower has been planted on 1.02 lakh hectares against 1.11 lakh hectares last year. Sesame has been planted on 13.33 lakh hectares against 13.80 lakh hectares last year, Nigerseed has been planted on 1.63 lakh ha against 1.36 lakh ha last year.
- As per state agriculture department of Gujarat, groundnut yield is likely to increase up to 1800kg/ha due to good rainfall compared to last year 1085kg/ha due to scanty rains. Sowing and rainfall pattern of 2019-20 is similar to 2016-17 and 2017-18, the estimated production could reach 28-30 lakh tonnes in the current year with favorable weather conditions. Higher prices at the end of the season last year and government procurement at the MSP promoted more farmers to cultivate groundnut this year.
- Soybean production will be higher this year and we expect it to be at least around 14 million tonnes. Farmers in MP and Rajasthan have planted more area while the area has shrunk in Maharashtra. However, last week, SOPA maintained that there was no widespread or excessive damage to the crop from excess rains. The harvesting of the early maturing varieties will begin by September 20-25 and full-scale harvesting will be from October 15.
- As per USDA recent release estimates, soybean production for marketing year 2019/20 (Oct.-Sept.) is revised lower to 10.5 million metric tons (MMT) on 11.2 million hectares. The national average yield will settle below last year's level due to concerns over prevailing weather conditions. During the period of heavy rainfall in the second week of August, short-duration cultivars were in their reproductive stage (full flowering and pod development) and susceptible to both biotic and abiotic stress. Late planted and long-duration soybean cultivars may benefit from recent heavy rainfall activity, if excessive rains do not continue. The proportion of late-planted soybeans may be slightly higher than usual due to the late monsoon and extended planting window through July.
- As per USDA, the latest planting report indicates that kharif groundnut were planted on 3.5 million hectares compared to 3.6 million hectares planted last season. Post estimates that both winter and summer planting of groundnuts will likely be normal. During the current season, an additional 85,000 hectares came from Gujarat, Maharashtra, Tamil Nadu, and Madhya Pradesh, but 42 percent of the net decline reported from Andhra Pradesh, Karnataka, Rajasthan, Odisha, and other states.

Oilseeds International Fundamentals

- CBOT Soybean future went up on Friday supported by good buying activities of American beans by China. China bought additional 204,000 tonnes of soybean.
- As per the sources, EU's production down by almost 3 million tonnes and industrial demand remaining robust despite the lower availabilities, EU imports will reach a record level of 6.1 million tonnes this year, with record flows from Ukraine and Canada.
- As per the latest update from USDA, China soybean production is estimated at 17.1 MMT on higher-than-expected area. Most industry sources forecast the crop at 17 MMT or above. Encouraged by subsidies favoring soybean production, farmers have increased planted area; the subsidy has been particularly effective in Northeast provinces. Weather has been favorable as slightly higher yields are expected.
- Soybean imports for 2019/20 (Oct. to Sep.) are forecast to be the lowest in five years; significant declines in swine inventories have lowered feed demand and domestic crush margins. Although FAS Beijing projects demand falling year-over-year, some Chinese sources believe imports will be higher in 2019/20. From October 2018 to July 2019, imports were down over fifteen percent from the previous year, and the quantity of U.S. soybeans was less than a quarter of the previous years level.
- As per the sources, Ukraine has exported 1.8 million tonnes of oilseeds since the start of the current MY 2019-20 against 1.2 million tonnes of oilseeds over the same period of the last marketing year.
- As per Commodity brokerage INTL FC Stone late Wednesday raised its forecast of the US 2019 soybean yield to 48.3 bushels per acre, from its Aug. 1 figure of 47.2. The US soybean production at 3.661 billion bushels, down from 3.743 billion previously, reflecting a smaller harvested acreage figure from last month.
- As per the sources, China's customs said on Thursday that it has allowed imports of soybean meal, rapeseed meal, sunflower meal and sugar beet pulp from Russia. Exporters of these animal feed ingredients must be inspected and approved by Russian authorities and also registered with the Chinese regulator. The trade move came after China approved more soybean, wheat and barley imports from Russia, as a festering Sino-U.S. trade war curbed American agricultural shipments.
- **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 4195 and 4230 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-19	+48	3852	3900	3875	3900	340	-4,410	2330	-340
Oct-19	+31	3700	3772	3710	3731	28580	-10,530	44500	-3670
Nov-19	+37	3670	3680	3627	3666	26890	4,570	48450	3610
Mustard Future Prices									
Sept-19	+19	3906	3925	3907	3925	70	-1,030	5130	42050
Oct-19	+27	3983	3993	3931	3989	19760	8,280	61130	23710
Nov-19	+24	4031	4045	3986	4040	4710	1,860	26190	1210
Soybean Basis - -50					Mustard Basis-275				
Spread					Spread				
	Sep-19	Oct-19	Nov-19			Sep-19	Oct-19	Nov-19	
Sept-19	-50				Sept-19	275			
Oct-19		119			Oct-19		211		
Nov-19			184		Nov-19			160	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Sept-19	14-Sept-19	14-Sept-19	14-Sept-19
Akola	465	0	465	455
Indore	40	0	40	40
Kota	261	0	261	10
Sagar	-	-	-	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Sept-19	14-Sept-19	14-Sept-19	14-Sept-19
Sri Ganganagar	993	0	993	1214
Bharatpur	-	-	-	-
Bikaner	7907	0	7907	7907
Kota	13373	0	13373	17839
Jaipur	872	0	872	994
Alwar	1104	0	1104	1764
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	16-Sep-19		14-Sep-19		
	Low	High	Low	High	
Indore –Plant	3800	3850	3900	3950	-100
Indore–Mandi	3650	3800	3800	3900	-100
Nagpur-Plant	3820	3850	3790	3825	25
Nagpur – Mandi	3560	3760	3400	3700	60
Latur – Mandi	NA	NA	3580	3825	-
Akola – Mandi	3150	3715	3200	3715	Unch
Kota-Plant	3900	4000	4000	4100	-100
Kota – Mandi	3700	3900	3800	4000	-100
Bundi-Plant	3850	3900	3900	3950	-50
Bundi-Mandi	3800	3850	3850	3900	-50
Baran-Plant	3820	3870	3850	3900	-30
Baran-Mandi	3725	3800	3750	3825	-25
Bhawani Mandi Jhalawar–Plant	3825	3925	3850	3950	-25
Jhalwar-Mandi	3725	3875	3750	3900	-25
Rapeseed/Mustard					
Jaipur-(Condition)	4195	4200	4195	4200	Unch
Alwar-(Condition)	3900	3950	3900	3950	Unch
Sri Ganganagar-(Non-Condition)	3750	3800	3750	3800	Unch
New Delhi–(Condition)	3970	3975	3940	3950	25
Kota-(Condition)	3650	3700	3650	3700	Unch
Agra-(Condition)	4214	4238	4167	4190	48
Neewai-(Condition)	3825	3850	3900	3925	-75
Hapur (UP)-(Condition)	3925	3950	3950	3975	-25
Groundnut Seed					
Rajkot	745	985	742	976	9
Sunflower Seed					
Gulbarga	3250	3560	3476	3678	-118
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	16-Sep-19	14-Sep-19	
Madhya Pradesh	20000	10000	10000
Maharashtra	20000	20000	Unch
Rajasthan	5000	5000	Unch
Bundi (Raj)	13	13	Unch
Baran (Raj)	1000	300	700
Jhalawar (Raj)	1300	800	500
Rapeseed/Mustard			
Rajasthan	60000	40000	20000
Alwar	1500	1500	Unch
Sri Ganganagar	1000	800	200
Kota	700	500	200
Groundnut Seed			
Rajkot (Gujarat)	210	95	115
Sunflower Seed			
Sholapur (Maharashtra)	NA	Closed	-

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

Oilseeds	16-Sep-19	14-Sep-19	Change
Groundnut Kernel	5300	5300	Unch
Gr. Bolds 60/70	8350	8450	-100
Gr. Javas 60/70	10300	10400	-100
Gr Javas 70/80	9900	10000	-100
Gr.Javas 80/90	9600	9700	-100
KardiSeed 2% Exp Qly	5000	5000	Unch
Sesame White 98/2/1 FM	10200	10200	Unch
Whitish 95/5/FFA/1FM	10000	10000	Unch
Brown 48/2 FFA/4 FM	9400	9400	Unch
Brown 48/3 FFA/4 FM	9100	9100	Unch
Brown 48/4 FM/* No FFA Guarantee	8800	8800	Unch
Sunflower Seed	3800	3800	Unch
Niger Seed (4% FM)	5600	5600	Unch

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