

#### Oilseeds Domestic Fundamental

- Mixed sentiments are extended in Oilseeds complex today. Good exports demand from U.S. and China may also push soybean prices on higher side. NCDEX Soybean prices jumped up after good buying activities.
- As per IMD, India is likely to get 20% and 99% above-average rains in the weeks of Sept. 26 and Oct. 3, respectively. Rainfall may extend up to first week of October as well. Excess rainfall will be fruitful for Rabi crop sowing crops like rapeseed, groundnut etc. The IMD defines average, or normal, rainfall as between 96% and 104% of a 50-year average of 89 centimetres for the entire four-month monsoon season beginning June. As per government data, water levels in India's main reservoirs were reported at 85% of their storage capacity as on Sept. 19 higher against 74% in previous year. The average for the past 10 years is 70%.
- As per source, Soybean crops are already grown for 45 to 70 days and are in flowering to beginning of seed stage. Those early varieties of crops are already in development stage however 10 to 15% got damaged due to continuous spell of heavy rainfall majorly in some districts of MP and Rajasthan. The progress of crops is below normal to normal in India. In 2019, Soybean growers have increased area as compared to previous year record.
- As per traders, total 10 to 15% soybeans are damaged in MP state majorly in the districts of Ratlam, Mandsaur and Neemuch. While, growing soybean crops at developing stage are better in other states of India. In Maharashtra, crops are in very good condition and expecting higher yield size for this year. Late sowing varieties are developing better than early sowing varieties of soybean.
- As per recent released data of Ministry, the total area under Oilseeds is reported lower at 176.92 lakh hectares as on 13<sup>th</sup> 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.
- Soybean production will be higher this year and we expect it to be at least around 109 lakh 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 higher to 11 million metric tons (MMT) in September month compared to 10.3 MMT in August month as the national average yield will settle above last year's level after improved monsoon and good rainfall. 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 prices increased on Thursday after positive sign of progress in U.S China trade talks.
- As per USDA recent released report, U.S. oilseed production for 2019/20 is forecasted lower at 110.2 million tons from last month with lower soybean and cottonseed production partly offset by a higher peanut forecast. U.S may get soybean yield at 47.9 bushels per acres in 2019/20 which is lower than the projection of 48.5 bushels per acres in August however it is above from 47.2 bushels per acres as projected by Reuter analyst poll. USDA reported lower production estimate at 3.63 billion bushels from 3.68 billion in August month. Soybean supplies are projected lower by 2 percent followed by less production and beginning stocks estimates. With soybean crush and exports unchanged, ending stocks are projected at 640 million bushels, down 115 million from last month.
- As per NOPA recent data, NOPA members have crushed total 168.08 million bushels of Soybeans in August 2019 which is slight lower than 168.09 million bushels in July 2019 however it is above than 158.88 million bushels in previous year record. Soybean oil stocks declined slightly more than expected in August 2019 to a 21-month low of 1.401 billion pounds lower against 1.467 billion pounds at the end of July 2019 and 1.623 billion pounds at the end of August 2018. Soymeal exports has been reported down in August 2019 to 699,212 tons from a six-month high of 879,319 tons in July 2019 and 761,899 tons exported in August 2018.
- 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.

**Outlook:** The Indore (Plant Delivery) prices are expected to trade in the range of 3920 to 4020 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4150 and 4200 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-19	+20.00	3777	3809	3754	3790	44840	8,700	42210	160
Oct-19	+22.00	3687	3713	3665	3713	25530	4,640	60690	6020
Nov-19	+25.00	3736	3755	3710	3755	4560	-200	19710	1140
Mustard Future Prices									
Sept-19	+3.00	3948	3951	3929	3945	8920	8,870	53430	42050
Oct-19	-2.00	3998	4005	3986	3996	2770	-16,940	30810	23710
Nov-19	-1.00	4021	4020	4015	4020	250	-5,940	490	1210
Soybean Basis -210					Mustard Basis-255				
Spread					Spread				
	Sep-19	Oct-19	Nov-19			Sep-19	Oct-19	Nov-19	
Sept-19	210				Sept-19	255			
Oct-19		287			Oct-19		204		
Nov-19			245		Nov-19			180	

**Soybean Stock Position & Fed:**

Stocks	Demat	In-Process	Total	FED
	19-Sept-19	19-Sept-19	19-Sept-19	19-Sept-19
Akola	111	0	111	354
Indore	30	0	30	261
Kota	261	0	261	261
Sagar	-	-	-	-
Nagpur	-	-	-	-

**Rapeseed Stock Position & Fed:**

Stocks	Demat	In-Process	Total	FED
	19-Sept-19	19-Sept-19	19-Sept-19	19-Sept-19
Sri Ganganagar	993	0	993	993
Bharatpur	-	-	-	-
Bikaner	7353	0	7353	7907
Kota	7674	0	7674	8435
Jaipur	872	0	872	873
Alwar	1104	0	1104	1104
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	21-Sep-19		20-Sep-19		
	Low	High	Low	High	
Indore –Plant	3950	4000	3950	4000	Unch
Indore–Mandi	3700	3850	3800	3900	-50
Nagpur-Plant	3970	4000	3970	4000	Unch
Nagpur – Mandi	3650	3850	3600	3825	25
Latur – Mandi	3850	3880	3600	3800	80
Akola – Mandi	3400	3800	3200	3760	40
Kota-Plant	3950	4000	3900	3950	50
Kota – Mandi	3800	3850	3800	3850	Unch
Bundi-Plant	4000	4025	3950	4000	25
Bundi-Mandi	3850	3900	3850	3900	Unch
Baran-Plant	3950	4000	3900	3950	50
Baran-Mandi	3900	3950	3850	3900	50
Bhawani Mandi Jhalawar–Plant	3950	4000	3950	4000	Unch
Jhalwar-Mandi	3900	3950	3900	3950	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	4195	4200	4195	4200	Unch
Alwar-(Condition)	3900	3950	3900	3950	Unch
Sri Ganganagar-(Non-Condition)	3750	3800	3700	3750	50
New Delhi–(Condition)	3950	3960	3960	3975	-15
Kota-(Condition)	3650	3700	3650	3700	Unch
Agra-(Condition)	3762	4190	4190	4214	-24
Neewai-(Condition)	3850	3900	3800	3840	60
Hapur (UP)-(Condition)	3950	3975	3950	4000	-25
Groundnut Seed					
Rajkot	775	775	772	772	3
Sunflower Seed					
Gulbarga	3050	3475	3505	3675	-200
Latur	-	-	-	-	-
Sholapur	-	-	-	-	-
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
<b>Soybean</b>	<b>21-Sep-19</b>	<b>20-Sep-19</b>	
Madhya Pradesh	40000	50000	-10000
Maharashtra	30000	40000	-10000
Rajasthan	8000	10000	-2000
Bundi (Raj)	45	45	Unch
Baran (Raj)	800	600	200
Jhalawar (Raj)	900	950	-50
<b>Rapeseed/Mustard</b>			
Rajasthan	50000	60000	-10000
Alwar	1500	1500	Unch
Sri Ganganagar	1000	1500	-500
Kota	1000	1000	Unch
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	3875	3860	15
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	-	-	-

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

Oilseeds	21-Sep-19	20-Sep-19	Change
Groundnut Kernel	5300	5300	Unch
Gr. Bolds 60/70	8750	8750	Unch
Gr. Javas 60/70	10700	10700	Unch
Gr Javas 70/80	10300	10300	Unch
Gr.Javas 80/90	10000	10000	Unch
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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