

### **Oilseeds Domestic Fundamental**

- Mostly firm tone are seen in Oilseeds trading centers today despite higher supplies. Local traders are active to procure soybean seeds in fear of damages crop this year. New Soybean crop arrivals have been already started to sell in the various markets of MP. NCDEX Soybean prices jumped up after good buying activities. NCDEX Soybean prices closed remain on higher side amid good buying activities of speculators. While, RM Seed contract declined amid heavy selling pressures. Nafed has commenced to sell R-19 mustard seed in the Rajasthan and Haryana markets. So far, it has disposed total 5060 MT including 2960 MT in Haryana markets and 2100 MT in Rajasthan markets.
- 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.

### **Oilseeds International Fundamentals**

- CBOT Soybean future prices went up on Friday on rising concern about wet conditions in parts of the U.S. Midwest and renewed hopes for progress in U.S.-China trade talks.
- USDA expects exports volume inspections in the range of 600,000 to 900,000 in this week. It has exported total 666,490 in previous week.
- Farmers in Brazil have commenced planting Soybean in Mato Grosso state this week. Total 9.72 million hectares are expected higher acreage in the 2019/2020 season compared to 9.58 million hectares at this time last year. However, dry weather condition is slowing planting pace.
- As per Reuter, European Union soybean imports in the 2019/20 season that started on July 1 had reached 3.0 million tonnes by Sept. 22, 2019 higher by 4% from last year. EU soymeal imports had noticed higher by 18% to 4.4 million tonnes against previous year. Palm oil imports stood down by 16% to 1.2 million tonnes.
- 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.

**Outlook:** The Indore (Plant Delivery) prices are expected to trade in the range of 3950 to 4100 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4050 and 4130 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-19	+69.00	3805	3860	3765	3860	43960	-880	46710	4500
Nov-19	+72.00	3720	3778	3667	3777	33020	7,490	64950	4260
Dec-19	+64.00	3730	3813	3715	3812	4500	-60	20630	920
Mustard Future Prices									
Oct-19	-3.00	3940	3947	3934	3940	6740	-2,180	52900	42050
Nov-19	-11.00	3995	3995	3986	3988	2470	-300	30490	23710
Dec-19	10	4019	4020	4015	4019	-	-250	490	1210
Soybean Basis -140					Mustard Basis-250				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	140				Oct-19	250			
Nov-19		223			Nov-19		202		
Dec-19			188		Dec-19			171	

**Soybean Stock Position & Fed:**

Stocks	Demat	In-Process	Total	FED
	21-Sept-19	21-Sept-19	21-Sept-19	21-Sept-19
Akola	-	-	-	-
Indore	30	0	30	-
Kota	-	-	-	-
Sagar	-	-	-	
Nagpur	-	-	-	

**Rapeseed Stock Position & Fed:**

Stocks	Demat	In-Process	Total	FED
	21-Sept-19	21-Sept-19	21-Sept-19	21-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	23-Sep-19		21-Sep-19		
	Low	High	Low	High	
Indore –Plant	3950	4000	3950	4000	Unch
Indore–Mandi	3800	3900	3700	3850	50
Nagpur-Plant	4010	4050	3970	4000	50
Nagpur – Mandi	3610	3860	3650	3850	10
Latur – Mandi	3860	3900	3850	3880	20
Akola – Mandi	3550	3790	3400	3800	-10
Kota-Plant	4050	4100	3950	4000	100
Kota – Mandi	4000	4050	3800	3850	200
Bundi-Plant	4050	4075	4000	4025	50
Bundi-Mandi	3950	4000	3850	3900	100
Baran-Plant	4000	4050	3950	4000	50
Baran-Mandi	3950	4000	3900	3950	50
Bhawani Mandi Jhalawar–Plant	4050	4100	3950	4000	100
Jhalwar-Mandi	4000	4050	3900	3950	100
Rapeseed/Mustard					
Jaipur-(Condition)	4185	4190	4195	4200	-10
Alwar-(Condition)	3950	4000	3900	3950	50
Sri Ganganagar-(Non-Condition)	3800	3850	3750	3800	50
New Delhi–(Condition)	3950	3960	3950	3960	Unch
Kota-(Condition)	3650	3700	3650	3700	Unch
Agra-(Condition)	4167	4190	4167	4190	Unch
Neewai-(Condition)	3850	3900	3850	3900	Unch
Hapur (UP)-(Condition)	3950	3975	3950	3975	Unch
Groundnut Seed					
Rajkot	775	977	775	965	12
Sunflower Seed					
Gulbarga	3400	3650	3352	3506	144
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
<b>Soybean</b>	<b>23-Sep-19</b>	<b>21-Sep-19</b>	
Madhya Pradesh	40000	40000	Unch
Maharashtra	35000	30000	5000
Rajasthan	7000	8000	-1000
Bundi (Raj)	45	45	Unch
Baran (Raj)	1200	800	400
Jhalawar (Raj)	1000	900	100
<b>Rapeseed/Mustard</b>			
Rajasthan	60000	50000	10000
Alwar	1500	1500	Unch
Sri Ganganagar	1500	1000	500
Kota	1000	1000	Unch
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	90	160	-70
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	23-Sep-19	21-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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