

### **Oilseeds Domestic Fundamental**

- Prices declined in Oilseeds complex today amid heavy supplies. New harvested crops of Soybean have started to arrive in the market with full pace supported by good weather condition. Total 60000 bags (100kg each) of new soybean arrived in MP in the price range of Rs. 2100 to 3500 per quintal. Soybean prices of this season is remained high as compared to last season record. NCDEX Soybean Nov. contract declined on selling pressures while Mustard Nov. contract gained on buyers' interest.
- As on 30<sup>th</sup> Sept 2019, Nafed sold total of 1911.83 MT of R-19 Mustard seed holdings in Haryana and Rajasthan markets. It disposed total 32609 MT of Mustard R-19 and holds remaining balance at 10.56 lakh tonnes till date.
- As per sources, continue rainfall in Gujarat is affecting standing groundnut crops. After raining about 446 mm in August, Gujarat received 311 mm rains in September so far. Due to water logging and excess moisture, groundnut crops are damaging especially the batch that was sown early in the season. Farmers are unable to harvest ready crops in lack of dry facilities and storing space.
- As per source, Soybean crops are already grown for 50 to 75 days and are in pod formation to beginning seed stage. Those early varieties of crops are at maturity stage and farmers have started to harvest now, however quality is low due to continue rainfall at the time of harvesting. Water stagnation in MP and Rajasthan may result 10 to 15 % damages of soybean crop so far. 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. As per Skymet, from June 1 to September 28, West Madhya Pradesh is rain surplus by 61%, while East Madhya Pradesh by 22%. New harvested crops are in slow pace and less in demand due to moisture.
- As per recent released data of Ministry, the total area under Oilseeds is reported lower at 179.48 lakh hectares as on 27<sup>th</sup> Sep 2019 against 179.28 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of groundnuts to 39.32 lakh hectares against 40.20 lakh hectares last year. Total covering area of Soybean stood at 113.99 lakh hectares against 113.10 lakh hectares last year. Castor has been planted on 9.38 lakh hectares against 8.77 lakh hectares last year. Sunflower has been planted on 1.03 lakh hectares against 1.12 lakh hectares last year. Sesame has been planted on 13.72 lakh hectares against 14.19 lakh hectares last year, Nigerseed has been planted on 2.05 lakh ha against 1.90 lakh ha last year.
- The first Advance Estimates of production of major crops for 2019-20 have been released on 23<sup>rd</sup> Sep, 2019 by the Department of Agriculture, Cooperation and Farmers Welfare. The assessment of production of different crops is based on the feedback received from States and validated with information available from other sources. Few the major crops producing states have received good rainfall. As a result, the production of oilseeds kharif crops estimates for 2019-20 has witnessed higher than their normal production. Oilseeds production of India is placed higher by 11.11 lakh tonnes to 223.89 lakh tonnes against the production of 212.78 lakh tonnes in 4<sup>th</sup> advanced estimates for 2018-19. The estimated figure is also higher by 11.5 lakh tonnes than five years average oilseeds production.

### **Oilseeds International Fundamentals**

- CBOT Soybean future prices gained today amid lower than expected estimate of U.S. stockpiles and news of further Chinese purchases buoyed prices.
- As per USDA, Private exporters disposed 464,000 tonnes of U.S. soybeans to China for shipment in the 2019/20 marketing year that began Sept. 1, 2019. Chinese buyers had booked up to 600,000 tonnes in purchases for shipment from November to January as part of a tariff-free quota awarded to some importers. China has bought more than 2.1 million tonnes of U.S. soybeans since resuming purchases in early September 2019.
- During this week ( September 20 to 26, 2019), US sold total 2076100 MT for 2019/2020, primarily for China (1,557,800 MT), the Netherlands (125,400 MT, including 126,000 MT switched from unknown destinations and decreases of 800 MT), Indonesia (74,500 MT, including 55,000 MT switched from unknown destinations and decreases of 2,300 MT), Saudi Arabia (71,500 MT, including 65,000 MT switched from unknown destinations), and Pakistan (70,000 MT, including 65,000 MT switched from unknown destinations), were partially offset by reductions for unknown destinations (219,200 MT) and Spain (9,100 MT). Exports of 917,400 MT were primarily to China (138,800 MT), the Netherlands (125,400 MT), Mexico (117,600 MT), Indonesia (78,500 MT), and Saudi Arabia (71,500 MT).
- As per government report, Brazil shipped total 4,447,700 tonnes in September 2019 lower from 5,321,200 tonnes in August 2019.

**Outlook:** The Indore (Plant Delivery) prices are expected to trade in the range of 3850 to 3950 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4100 and 4120 per quintal ahead of a day.

| Soybean Future Price  |        |        |        |      |                   |        |        |        |        |
|-----------------------|--------|--------|--------|------|-------------------|--------|--------|--------|--------|
| Contract              | +/-    | Open   | High   | Low  | Close             | Volume | Change | OI     | Change |
| Oct-19                | -150   | 3919   | 3919   | 3747 | 3747              | 38480  | 3,430  | 24050  | -6530  |
| Nov-19                | -95    | 3721   | 3721   | 3625 | 3635              | 50870  | 29,090 | 66900  | -80    |
| Dec-19                | -85    | 3721   | 3724   | 3640 | 3655              | 17470  | 11,340 | 43280  | 1760   |
| Mustard Future Prices |        |        |        |      |                   |        |        |        |        |
| Oct-19                | +40    | 3931   | 4003   | 3931 | 3991              | 18860  | 8,230  | 20390  | 42050  |
| Nov-19                | +63    | 3992   | 4078   | 3992 | 4070              | 22970  | 16,450 | 35700  | 23710  |
| Dec-19                | +72    | 4008   | 4080   | 4005 | 4080              | 860    | 650    | 3170   | 1210   |
| Soybean Basis -303    |        |        |        |      | Mustard Basis-179 |        |        |        |        |
| Spread                |        |        |        |      | Spread            |        |        |        |        |
|                       | Oct-19 | Nov-19 | Dec-19 |      |                   | Oct-19 | Nov-19 | Dec-19 |        |
| Oct-19                | 303    |        |        |      | Oct-19            | 179    |        |        |        |
| Nov-19                |        | 415    |        |      | Nov-19            |        | 100    |        |        |
| Dec-19                |        |        | 395    |      | Dec-19            |        |        | 90     |        |

**Soybean Stock Position & Fed:**

| Stocks | Demat    | In-Process | Total    | FED      |
|--------|----------|------------|----------|----------|
|        | 2-Oct-19 | 2-Oct-19   | 2-Oct-19 | 2-Oct-19 |
| Akola  | -        | -          | -        | -        |
| Indore | -        | -          | -        | -        |
| Kota   | -        | -          | -        | -        |
| Sagar  | -        | -          | -        | -        |
| Nagpur | -        | -          | -        | -        |

**Rapeseed Stock Position & Fed:**

| Stocks         | Demat    | In-Process | Total    | FED      |
|----------------|----------|------------|----------|----------|
|                | 2-Oct-19 | 2-Oct-19   | 2-Oct-19 | 2-Oct-19 |
| Sri Ganganagar | 973      | 0          | 973      | 973      |
| Bharatpur      | -        | -          | -        | -        |
| Bikaner        | 6495     | 0          | 6495     | 7353     |
| Kota           | 2824     | 0          | 2824     | 2825     |
| Jaipur         | 823      | 0          | 823      | 823      |
| Alwar          | 436      | 0          | 436      | 436      |
| Hapur          | -        | -          | -        | -        |

**Oilseed Prices at Key Spot Markets:**

| Commodity / Centre                                                                                                                                                                              | Prices (Rs/Qtl) |      |           |      | Change |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------|------|-----------|------|--------|
| Soybean                                                                                                                                                                                         | 1-Oct-19        |      | 30-Sep-19 |      |        |
|                                                                                                                                                                                                 | Low             | High | Low       | High |        |
| Indore –Plant                                                                                                                                                                                   | 4000            | 4050 | 4075      | 4125 | -75    |
| Indore–Mandi                                                                                                                                                                                    | 3900            | 4000 | 4000      | 4100 | -100   |
| Nagpur-Plant                                                                                                                                                                                    | 3960            | 4000 | 4020      | 4050 | -50    |
| Nagpur – Mandi                                                                                                                                                                                  | 3560            | 3840 | 3560      | 3840 | Unch   |
| Latur – Mandi                                                                                                                                                                                   | 3525            | 3840 | 3800      | 4005 | -165   |
| Akola – Mandi                                                                                                                                                                                   | 3350            | 3875 | 3300      | 3875 | Unch   |
| Kota-Plant                                                                                                                                                                                      | 4050            | 4100 | 4150      | 4200 | -100   |
| Kota – Mandi                                                                                                                                                                                    | 4000            | 4050 | 4100      | 4150 | -100   |
| Bundi-Plant                                                                                                                                                                                     | 4050            | 4100 | 4100      | 4150 | -50    |
| Bundi-Mandi                                                                                                                                                                                     | 3950            | 4050 | 4000      | 4100 | -50    |
| Baran-Plant                                                                                                                                                                                     | 4100            | 4150 | 4150      | 4200 | -50    |
| Baran-Mandi                                                                                                                                                                                     | 4000            | 4025 | 4050      | 4075 | -50    |
| Bhawani Mandi Jhalawar–Plant                                                                                                                                                                    | 4175            | 4220 | 4200      | 4250 | -30    |
| Jhalwar-Mandi                                                                                                                                                                                   | 3850            | 4100 | 3900      | 4200 | -100   |
| <b>Rapeseed/Mustard</b>                                                                                                                                                                         |                 |      |           |      |        |
| Jaipur-(Condition)                                                                                                                                                                              | 4165            | 4170 | 4160      | 4165 | 5      |
| Alwar-(Condition)                                                                                                                                                                               | 3900            | 3950 | 3950      | 4000 | -50    |
| Sri Ganganagar-(Non-Condition)                                                                                                                                                                  | 3640            | 3750 | 3670      | 3770 | -20    |
| New Delhi–(Condition)                                                                                                                                                                           | 3980            | 4000 | 3980      | 4000 | Unch   |
| Kota-(Condition)                                                                                                                                                                                | 3580            | 3630 | 3610      | 3660 | -30    |
| Agra-(Condition)                                                                                                                                                                                | 4190            | 4238 | 4190      | 4238 | Unch   |
| Neewai-(Condition)                                                                                                                                                                              | 3850            | 3880 | 3850      | 3880 | Unch   |
| Hapur (UP)-(Condition)                                                                                                                                                                          | 3900            | 3950 | 3900      | 3950 | Unch   |
| <b>Groundnut Seed</b>                                                                                                                                                                           |                 |      |           |      |        |
| Rajkot                                                                                                                                                                                          | 700             | 920  | 650       | 900  | 20     |
| <b>Sunflower Seed</b>                                                                                                                                                                           |                 |      |           |      |        |
| Gulbarga                                                                                                                                                                                        | NA              | NA   | 3250      | 3705 | -      |
| 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>3-Oct-19</b>      | <b>1-Oct-19</b> |        |
| Madhya Pradesh          | 70000                | 40000           | 30000  |
| Maharashtra             | 40000                | 35000           | 5000   |
| Rajasthan               | 10000                | 6000            | 4000   |
| Bundi (Raj)             | 15                   | 15              | Unch   |
| Baran (Raj)             | 900                  | 500             | 400    |
| Jhalawar (Raj)          | 1000                 | 800             | 200    |
| <b>Rapeseed/Mustard</b> |                      |                 |        |
| Rajasthan               | 55000                | 55000           | Unch   |
| Alwar                   | 1500                 | 1500            | Unch   |
| Sri Ganganagar          | 800                  | 600             | 200    |
| Kota                    | 1500                 | 1200            | 300    |
| <b>Groundnut Seed</b>   |                      |                 |        |
| Rajkot (Gujarat)        | 630                  | 270             | 360    |
| <b>Sunflower Seed</b>   |                      |                 |        |
| Sholapur (Maharashtra)  | NA                   | NA              | -      |

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

| Oilseeds                         | 3-Oct-19 | 1-Oct-19 | Change |
|----------------------------------|----------|----------|--------|
| Groundnut Kernel                 | 5250     | 5250     | Unch   |
| Gr. Bolds 60/70                  | 9050     | 9050     | Unch   |
| Gr. Javas 60/70                  | 11000    | 11000    | Unch   |
| Gr Javas 70/80                   | 10600    | 10600    | Unch   |
| Gr.Javas 80/90                   | 10300    | 10300    | Unch   |
| KardiSeed 2% Exp Qly             | 5000     | 5000     | Unch   |
| Sesame White 98/2/1 FM           | 10000    | 10000    | Unch   |
| Whitish 95/5/FFA/1FM             | 9800     | 9800     | Unch   |
| Brown 48/2 FFA/4 FM              | 9200     | 9200     | Unch   |
| Brown 48/3 FFA/4 FM              | 8900     | 8900     | Unch   |
| Brown 48/4 FM/* No FFA Guarantee | 8600     | 8600     | Unch   |
| Sunflower Seed                   | 3600     | 3600     | Unch   |
| Niger Seed (4% FM)               | 5600     | 5600     | Unch   |

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