

### **Oilseeds Domestic Fundamental**

- Mixed trends are extended at most of the trading centers today. New harvested crops of Soybean have started to arrive in the market in a full speed. The quality of new crops is better now due to sunny weather condition.
- As per recent updates of SOPA, India may harvest 17.7% lower Soybean crop to 89.9 lakh tonnes in 2019 against 109.3 lakh tonnes in 2018 on account of heavy rainfall at maturity period of time. The major growing Soybean states like Gujarat, Karnataka, Madhya Pradesh may harvest lower Soya crop by 30% to 0.86 lakh tonnes, 7.1% to 2.69 lakh tonnes, 31.1% to 40.10 lakh tonnes respectively against last year record. However, Farmer may get 5.7% higher Soybean to 36.29 lakh tonnes in Maharashtra in the current season.
- As per the Solvent Extractors' Association of India the export of oilmeals during September 2019 is provisionally reported at 105,232 tons compared to 172,423 tons in September, 2018 i.e. down by 39%. The overall export of oilmeals during April-Sep. 2019 is reported at 1251527 tons compared to 1499049 tons in April-Sep, 2018 i.e. down by 17%. This is mainly due to higher price of domestic produce soybean meal. This make the domestic oilmeal expensive in international market compare to other origins. The export of castor seed meal has increased to 301,666(210,371) tons, mainly exported to South Korea.
- As per source, Soybean crops are already grown for 55 to 80 days and are in seed setting to beginning of maturity 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 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 increased on strong export data and hopes for stepped-up purchases by China.
- As per Conab, Brazil may harvest higher Soybean crop at 120.39 Million tonnes in 2019/20 against 115.03 million tonnes in last year. Soybean area in Brazil is likely to stand higher at 36.571 Million Ha. in 2019/20 against 35.874 Million Ha. in 2018/19 season Brazil may exports total 72 Million tonnes in 2019/20 higher from 70 Million tonnes in 2018/2019 however the projected figure is higher from 83.257 million tonnes in 2017/2018.
- During this week ( September 27 to Oct 3, 2019), US sold total 2092500 MT for 2019/2020, primarily for China (1,177,700 MT), unknown destinations (210,000 MT), Spain (207,300 MT, including 186,000 MT switched from unknown destinations), Taiwan (78,900 MT), and the United Kingdom (59,700 MT, including 55,000 MT switched from Egypt), were partially offset by reductions for Egypt (58,000 MT) and the Dominican Republic (1,800 MT). For 2019/2020, total net sales of 3,000 MT were for Japan. Exports of 1,038,500 MT were primarily to destinations were Spain (207,300 MT), China (139,700 MT), Mexico (121,200 MT), Vietnam (79,000 MT), and Egypt (59,600 MT).
- As per government report, Brazil shipped total 4,447,700 tonnes in September 2019 lower from 5,321,200 tonnes in August 2019.
- As per sources, European Union bought total 3.4 million tonnes of Soybean till Oct 6,2019 (season started on July 1) which is 3% lower than the volume as shipped on September 30 last year. EU soymeal imports had reached higher by 19% to 5.3 million tonnes, the year-earlier period, while palm oil imports stood at 1.3 million tonnes, down 16%.

**Outlook:** The Indore (Plant Delivery) prices are expected to trade in the range of 3500 to 3700 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4250 and 4300 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-19	-2.00	3730	3800	3730	3765	9130	-4,310	13890	-5910
Nov-19	+15.00	3649	3687	3637	3664	33050	7,350	72810	1570
Dec-19	+19.00	3676	3710	3675	3692	8170	4,110	45540	1470
Mustard Future Prices									
Oct-19	-9.00	4054	4083	4050	4050	11310	4,500	6640	42050
Nov-19	+2.00	4108	4122	4098	4109	16490	4,120	45510	23710
Dec-19	-9.00	4130	4144	4119	4119	2770	1,610	5660	1210
Soybean Basis -115					Mustard Basis-225				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	-115				Oct-19	225			
Nov-19		-14			Nov-19		166		
Dec-19			-42		Dec-19			156	

**Soybean Stock Position & Fed:**

Stocks	Demat	In-Process	Total	FED
	11-Oct-19	11-Oct-19	11-Oct-19	11-Oct-19
Akola	-	-	-	-
Indore	-	-	-	-
Kota	-	-	-	-
Sagar	-	-	-	-
Nagpur	-	-	-	-

**Rapeseed Stock Position & Fed:**

Stocks	Demat	In-Process	Total	FED
	11-Oct-19	11-Oct-19	11-Oct-19	11-Oct-19
Sri Ganganagar	971	0	971	971
Bharatpur	-	-	-	-
Bikaner	4992	0	4992	5598
Kota	899	109	1008	462
Jaipur	442	0	442	442
Alwar	274	0	274	274
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	11-Oct-19		10-Oct-19		
	Low	High	Low	High	
Indore –Plant	3550	3650	3650	3750	-100
Indore–Mandi	3200	3500	3200	3500	Unch
Nagpur-Plant	3750	3800	3750	3800	Unch
Nagpur – Mandi	2810	3560	2960	3410	150
Latur – Mandi	NA	NA	3450	3740	-
Akola – Mandi	2850	3850	3100	3750	100
Kota-Plant	3775	3825	3800	3850	-25
Kota – Mandi	3500	3550	3500	3600	-50
Bundi-Plant	3650	3750	3700	3800	-50
Bundi-Mandi	3450	3550	3500	3600	-50
Baran-Plant	3775	3820	3800	3850	-30
Baran-Mandi	3600	3650	3650	3700	-50
Bhawani Mandi Jhalawar–Plant	3850	3950	3900	4000	-50
Jhalwar-Mandi	3750	3800	3800	3850	-50
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	4270	4275	4265	4270	5
Alwar-(Condition)	4025	4050	4100	4125	-75
Sri Ganganagar-(Non-Condition)	3850	3900	3900	3950	-50
New Delhi–(Condition)	4065	4075	4065	4075	Unch
Kota-(Condition)	3850	3950	3800	3900	50
Agra-(Condition)	4143	4238	4143	4238	Unch
Neewai-(Condition)	3915	3975	3915	3975	Unch
Hapur (UP)-(Condition)	3950	4000	3950	4000	Unch
<b>Groundnut Seed</b>					
Rajkot	800	1050	700	940	110
<b>Sunflower Seed</b>					
Gulbarga	3300	3600	3350	3550	50
Latur	NA	NA	NA	NA	-
Sholapur	3850	3900	3850	3900	Unch
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>11-Oct-19</b>	<b>10-Oct-19</b>	
Madhya Pradesh	225000	140000	85000
Maharashtra	90000	60000	30000
Rajasthan	15000	8000	7000
Bundi (Raj)	62	20	42
Baran (Raj)	1000	600	400
Jhalawar (Raj)	700	500	200
<b>Rapeseed/Mustard</b>			
Rajasthan	60000	60000	Unch
Alwar	2000	900	1100
Sri Ganganagar	600	500	100
Kota	800	600	200
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	2160	1530	630
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	2000	1000	1000

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

Oilseeds	11-Oct-19	10-Oct-19	Change
Groundnut Kernel	5150	5150	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	5200	5200	Unch
Sesame White 98/2/1 FM	10500	10500	Unch
Whitish 95/5/FFA/1FM	10300	10300	Unch
Brown 48/2 FFA/4 FM	9500	9500	Unch
Brown 48/3 FFA/4 FM	9300	9300	Unch
Brown 48/4 FM/* No FFA Guarantee	9000	9000	Unch
Sunflower Seed	3600	3600	Unch
Niger Seed (4% FM)	5500	5500	Unch

**Disclaimer**

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2019 Indian Agribusiness Systems Ltd.