

### **Oilseeds Domestic Fundamentals**

- Mostly steady to weak tone witnessed in Soybean complex today ahead of poor demand. Less demand of Soybean oil and Soymeal affected Soybean prices. Mustard prices are noted in mixed tone on mixed sentiments. Mustard seed prices closed down on lack of demand. NCDEX prices of Soybean and Mustard settled down on selling activities of speculators today.
- As per recent forecast of NCML, India may produce oilseeds in the range of 28 to 29.5 million metric tonnes (both Kharif and Rabi season) in 2019/20 in expectation of below normal monsoon. Total oilseeds for 2018/19 was estimated at 31.50 million metric tonnes including 21.25 million metric tonnes of Kharif crop and 10.25 million metric tonne of Rabi crop as per ministry second advanced estimate. Soybean crop size are expected in the range of 10 to 11million metric tonnes for this year lower by 20 to 27 percent from 13.7 million metric tonnes in 2018/19 estimates in hope of less rainfall. Out of the 50 districts which contribute to around 86 per cent of the total soybean production, 45 districts are in Madhya Pradesh, Rajasthan and Maharashtra, which are vulnerable to below-normal monsoon. Farmers in Maharashtra and Telangana had already shifted its Soybean crop area to Maize and cotton on account of higher profit margin, which may also lower soybean production for 2019/20.
- As on 16<sup>th</sup> May 2019, Nafed procured total 19663 lakh tonnes of Mustard seed R-19 including 4624.70 tonnes in Rajasthan, 5781.98 tonnes in MP & 313.55 tonne in Gujarat states of India. It has procured total 6.37 lakh tonnes of mustard seed so far of this season.
- According to IMD, India may receive Monsoon rains as on 6th June 2019 through southern coast. It is likely to set over Kerala coast on June 6, 2019. While, the private forecaster Skymet expects monsoon to arrive on the southern Kerala coast on June 4, 2019.
- USDA expects India's oilseeds production higher by 8% in 2019/20 in expectation of normal weather condition. Higher oilseeds supply may increase oilseeds meal production by 5.5% to 18 million tonnes. It projects oil meals exports at 3.2 million tonne with an increase of 10% in normal market condition and competitive pricing.

### **Oilseeds International Fundamentals**

- CBOT Soybean July future contract rose amid positive sentiments in global market.
- According to National Oilseed Processors Association (NOPA), U.S. April 2019 soybean crush declined by 6 percent to 159.99 million bushels from 170.01 million bushels in March 2019. Crush of soybean in April 2019 was lower by 1.0 percent compared to April 2018 figure of 161.01 million bushels. Soy oil stocks in U.S. at the end of April 2019 rose 1 percent to 1.787 billion lbs compared to 1.761 billion lbs in end March 2019. Stocks of soy oil in end March was lower by 15 percent compared to end April 2018, which was reported at 2.092 million lbs.
- year.
- As per CASDE (Chinese Agriculture Supply and Demand), China is likely to grow higher Soybean at 86.6 million tonnes in 2019/20. It forecast china's import at 84.9 million tonnes.
- As per sources, sunflower oil production of Ukraine is likely to stand at 6.4 million tonnes supported by higher sunflower seed harvesting. It expects exports volume at 5.95 million tonnes higher from 5.93 million tonnes in 2018/19. Ukraine may harvest 14.9 million tonnes sunflower seed in 2019 which is very close to 14.96 million in 2018.
- As per sources, China bought higher soybean by 10.7% to 7.64 million tonnes in April 2019 due to shipment delayed from March compared to last year in the corresponding period of time. It imported total 24.39 million tonnes of Soybean during Jan-April 2019.
- As per sources, Brazil shipped lower Soybean to China at 20.07 million tonnes from January to end of April 2019 as compared to 23.08 million tonnes in previous year record in the corresponding period of time. Brazil exported total 27.6 million tonnes of Soybean at various destination in other countries during fourth month of this year lower from 29.74 million tonnes in previous year.

**Outlook:** Soybean (plant delivery) prices are likely to trade in steady to weak tone due to declining demand. The Indore (Plant Delivery) prices are expected to trade in the range of 3720 to 3790 in coming day. Mustard (42%) spot prices are also expected to trade steady to lower side between 3950 and 3975 per quintal ahead of a day.

Soybean Future Prices (Market were Closed)									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-19	-16.00	3715	3733	3655	3699	33620	-4,640	132590	-3160
Jul-19	-21.00	3767	3767	3693	3730	8300	-1,770	28340	2090
Aug-19	-45.00	3765	3772	3732	3763	820	-490	6780	120
Mustard Future Prices									
Jun-19	-4.00	3920	3925	3877	3905	25690	990	97050	-4,120
Jul-19	-2.00	3961	3965	3917	3945	8220	3,520	23690	3,160
Aug-19	10.00	3985	3985	3985	3985	-	-	-	-
Soybean Basis -111					Mustard Basis-85				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jun-19	111				Jun-19	85			
Jul-19		80			Jul-19		45		
Aug-19			47		Aug-19			5	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-May-19	18-May-19	18-May-19	18-May-19
Akola	21379	10	21389	21448
Indore	9299	0	9299	9299
Kota	1722	0	1722	2009
Sagar	936	0	936	1067
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-May-19	18-May-19	18-May-19	18-May-19
Sri Ganganagar	4578	162	4740	4436
Bharatpur	-	-	-	-
Bikaner	19882	647	20529	18571
Kota	36712	0	36712	36611
Jaipur	3917	172	4089	3547
Alwar	4659	0	4659	4416
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	20-May-19		18-May-19		
Indore –Plant	3750	3810	3775	3835	-25
Indore–Mandi	Closed	Closed	Closed	Closed	-
Nagpur-Plant	3800	3850	3800	3850	Unch
Nagpur – Mandi	3410	3660	Closed	Closed	-
Latur – Mandi	NA	NA	Closed	Closed	-
Akola – Mandi	NA	NA	Closed	Closed	-
Kota-Plant	3800	3850	3900	3950	-100
Kota – Mandi	3700	3800	3800	3920	-120
Bundi-Plant	3790	3840	3850	3900	-60
Bundi-Mandi	3590	3740	3650	3800	-60
Baran-Plant	3800	3850	3800	3850	Unch
Baran-Mandi	3600	3650	3600	3650	Unch
Bhawani Mandi Jhalawar–Plant	3650	3750	3700	3800	-50
Jhalwar-Mandi					
Rapeseed/Mustard					
Jaipur-(Condition)	3985	3990	3990	3995	-5
Alwar-(Condition)	3850	3900	3750	3800	100
Sri Ganganagar-(Non-Condition)	3625	3785	3550	3740	45
New Delhi–(Condition)	3870	3880	3880	3890	-10
Kota-(Condition)	3550	3600	3650	3700	-100
Agra-(Condition)	3976	4024	3976	4024	Unch
Neewai-(Condition)	3700	3760	3750	3800	-40
Hapur (UP)-(Condition)	3850	3900	3875	3925	-25
Groundnut Seed					
Rajkot	880	1027	875	1020	7
Sunflower Seed					
Gulbarga	NA	NA	Closed	Closed	-
Latur	NA	NA	Closed	Closed	-
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>20-May-19</b>	<b>18-May-19</b>	
Madhya Pradesh	35000	35000	Unch
Maharashtra	60000	60000	Unch
Rajasthan	10000	10000	Unch
Bundi (Raj)	30	30	Unch
Baran (Raj)	1300	1300	Unch
Jhalawar (Raj)	1500	1000	500
<b>Rapeseed/Mustard</b>			
Rajasthan	155000	140000	15000
Alwar	7000	8000	-1000
Sri Ganganagar	2000	2000	Unch
Kota	2000	3000	-1000
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	1050	1260	-210
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	20-May-19	18-May-19	Change
Groundnut Kernel	5400	5425	-25
Gr. Bolds 60/70	7150	7150	Unch
Gr. Javas 60/70	8900	8900	Unch
Gr Javas 70/80	8500	8500	Unch
Gr.Javas 80/90	8200	8200	Unch
KardiSeed 2% Exp Qly	4600	4600	Unch
Sesame White 98/2/1 FM	11100	11100	Unch
Whitish 95/5/FFA/1FM	10500	10500	Unch
Brown 48/2 FFA/4 FM	9600	9600	Unch
Brown 48/3 FFA/4 FM	9400	9400	Unch
Brown 48/4 FM/* No FFA Guarantee	9200	9200	Unch
Sunflower Seed	4450	4450	Unch
Niger Seed (4% FM)	5200	5200	Unch

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