

### **Oilseeds Domestic Fundamentals**

- Soybean price closed in weak tone amid weak local miller's demand. Less demand of Soybean oil and Soymeal affected Soybean prices. Mustard prices firmed up on good demand. NCDEX prices of Soybean improved amid long position by taken speculators while Mustard seed prices 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.
- 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. As per USDA recent report, US has completed 19% of its Soybean acres as on 19<sup>th</sup> May 2019 lower from previous year record i.e. 53%. It is also lower from 47% of average 5-year record as well.
- As per USDA, soybean exports inspection of U.S. for the week (16<sup>th</sup> May 2019) is placed at 497070 tonnes lower from 513,986 due to less demand of overseas buyers. It is also lower than 907202 tonnes in previous year during the same period of time. For marketing year, exports volume is placed lower at 33153354 tonnes against 45659840 tonnes in last marketing year.
- 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.
- 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.

**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 expected to trade steady to firm up between 3995 and 4020 per quintal ahead of a day.

Soybean Future Prices (Market were Closed)									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-19	+13.00	3710	3727	3686	3709	28800	-4,820	125680	-6910
Jul-19	+6.00	3740	3758	3721	3732	15140	6,840	30090	1750
Aug-19	-1.00	3783	3792	3759	3760	3880	3,060	9610	2830
Mustard Future Prices									
Jun-19	-7.00	3911	3913	3886	3898	25400	-290	93520	42050
Jul-19	-8.00	3946	3951	3926	3936	9100	880	27630	23710
Aug-19	-3.00	3971	3980	3971	3980	70	70	60	1210
Soybean Basis -141					Mustard Basis-102				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jun-19	141				Jun-19	102			
Jul-19		118			Jul-19		64		
Aug-19			90		Aug-19			20	

**Soybean Stock Position & Fed:**

Stocks	Demat	In-Process	Total	FED
	20-May-19	20-May-19	20-May-19	20-May-19
Akola	20330	20	20350	20329
Indore	7907	0	7907	7907
Kota	1722	0	1722	1721
Sagar	936	0	936	936
Nagpur	20	0	20	20

**Rapeseed Stock Position & Fed:**

Stocks	Demat	In-Process	Total	FED
	20-May-19	20-May-19	20-May-19	20-May-19
Sri Ganganagar	4720	20	4740	4719
Bharatpur	-	-	-	-
Bikaner	20417	233	20650	20417
Kota	36713	31	36744	36713
Jaipur	4059	30	4089	4059
Alwar	4659	0	4659	4659
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
<b>Soybean</b>	<b>20-May-19</b>		<b>18-May-19</b>		
Indore –Plant	3800	3850	3750	3810	40
Indore–Mandi	3650	3800	Closed	Closed	-
Nagpur-Plant	3800	3850	3800	3850	Unch
Nagpur – Mandi	3360	3610	3410	3660	-50
Latur – Mandi	NA	NA	NA	NA	-
Akola – Mandi	3300	3680	NA	NA	-
Kota-Plant	3750	3800	3800	3850	-50
Kota – Mandi	3650	3750	3700	3800	-50
Bundi-Plant	3740	3800	3790	3840	-40
Bundi-Mandi	3560	3700	3590	3740	-40
Baran-Plant	3770	3820	3800	3850	-30
Baran-Mandi	3580	3630	3600	3650	-20
Bhawani Mandi Jhalawar–Plant	3620	3720	3650	3750	-30
Jhalwar-Mandi	3520	3700	3550	3730	-30
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	3995	4000	3985	3990	10
Alwar-(Condition)	3900	3950	3850	3900	50
Sri Ganganagar-(Non-Condition)	3625	3785	3625	3785	Unch
New Delhi–(Condition)	3880	3890	3870	3880	10
Kota-(Condition)	3600	3650	3550	3600	50
Agra-(Condition)	3976	4024	3976	4024	Unch
Neewai-(Condition)	3700	3760	3700	3760	Unch
Hapur (UP)-(Condition)	3875	3925	3850	3900	25
<b>Groundnut Seed</b>					
Rajkot	825	1034	880	1027	7
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	3254	3552	-
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>21-May-19</b>	<b>20-May-19</b>	
Madhya Pradesh	35000	35000	Unch
Maharashtra	60000	60000	Unch
Rajasthan	12000	10000	2000
Bundi (Raj)	30	30	Unch
Baran (Raj)	1700	1300	400
Jhalawar (Raj)	4000	1500	2500
<b>Rapeseed/Mustard</b>			
Rajasthan	150000	155000	-5000
Alwar	7000	7000	Unch
Sri Ganganagar	2000	2000	Unch
Kota	4000	2000	2000
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	1050	1050	Unch
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	21-May-19	20-May-19	Change
Groundnut Kernel	5325	5400	-75
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

**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.