

### **Oilseeds Domestic Fundamentals**

- Oilseeds complex continued on higher side amid less supplies in the market today. Farmers and traders expect further price hike in prices as a result of holding their crops as of now. RM seed rose sharply supported by Nafed procurement activities and improved local demand. NCDEX prices of Soybean closed up on buyers' interests; however, Mustard seed settled down amid short positions by speculators.
- The state government got the approval from the Ministry of Agriculture to procure groundnut and Sunflower seed of Rabi season in Odisha. The proposal for procurement of shelled groundnut has been approved for 6580 tonnes at MSP prices i.e. 4890 per quintal and 10,500 tonnes of Sunflower seeds at MSP price Rs. 5388 per quintal from registered farmers. The procurement operation, which will start on May 24, 2019 and will continue for two months till July 27, 2019. All the process will be undertaken by National Agricultural Cooperative Marketing Federation of India Ltd (Nafed) through two State agencies - Odisha State Cooperative Marketing Federation (Markfed) and Tribal Development Cooperative Corporation of Odisha Limited (TDCCL). Payments will be made directly to the bank accounts of farmers within three days from the actual delivery of their products to the procuring agency.
- As per sources, India is likely to cover higher Soybean planting area in 2019 crop year on account of higher Soybean prevailing prices which prompted farmers to switch from other competing commodities like cotton and pulses. It will be helpful to vegetable oil importers of India as they are buying costly oils from Brazil, Argentina, Indonesia and Malaysia in the current season. It could also help to boost Indian exports of animal feed ingredient soy meal to places such as Bangladesh, Japan, Vietnam and Iran. Domestic soybean prices have gained nearly 14 percent to 3,716 rupees (\$53.31) per 100 kg since the start of the 2018 crop year on Oct. 1, after India raised the duty on importing Soy oil, palm oil and other cooking oils.

### **Oilseeds International Fundamentals**

- CBOT Soybean July future contract declined on weak global sentiments. U.S. Department of Agriculture (USDA) is likely to announce a trade-war aid package for farmers which may support to increase soybean plantings acreage in U.S. U.S. farmers may be paid \$ 2 per bushel to offset losses from the U.S. China trade war. It is also expected that the farmers who have not planted corn yet may switch towards Soybean crop area.
- During this week (May 10-16, 2019) U.S. sold total 535,800 MT for 2018/2019 higher by 45 percent from the previous week and up noticeably from the prior 4-week average. Increases were reported for unknown destinations (255,500 MT), Indonesia (78,000 MT, including 55,000 MT switched from unknown destinations), China (71,000 MT, including 66,000 MT switched from unknown destinations) and decreases of 1,600 MT, Egypt (55,000 MT), and Japan (15,900 MT, including 19,700 MT switched from unknown destinations and decreases of 10,900 MT). Reductions were reported for Barbados (700 MT) and South Korea (100 MT). For 2019/2020, net sales of 5,100 MT were for Thailand (2,500 MT), Japan (1,800 MT), the Philippines (500 MT), and Malaysia (300 MT). Exports of 570,800 MT were down 7 percent from the previous week, but up 11 percent from the prior 4-week average. The destinations were primarily to China (272,100 MT), Mexico (100,600 MT), Indonesia (76,100 MT), Japan (42,500 MT), and Costa Rica (15,400 MT). For 2018/2019, the current outstanding balance of 116,000 MT is for unknown destinations.
- As per recent USDA 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 497,070 tonnes lower from 513,986 due to less demand of overseas buyers. It is also lower than 907,202 tonnes in previous year during the same period of time. For marketing year, exports volume is placed lower at 331,533,54 tonnes against 456,598,40 tonnes in last marketing year.

**Outlook:** Soybean (plant delivery) prices are likely to trade in steady to firm tone on improved demand. The Indore (Plant Delivery) prices are expected to trade in the range of 3840 to 4000 in coming day. Mustard (42%) spot prices are expected to trade steady to firm up between 4130 and 4150 per quintal ahead of a day.

Soybean Future Prices (Market were Closed)									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-19	+17.00	3720	3744	3710	3738	22140	Unch	110530	-4040
Jul-19	+19.00	3749	3765	3731	3764	11010	2,590	42600	4710
Aug-19	+13.00	3780	3793	3778	3793	410	250	9920	-20
Mustard Future Prices									
Jun-19	-4.00	3957	3962	3933	3940	26900	-3,230	81540	42050
Jul-19	-8.00	3998	3999	3971	3975	13540	2,110	41060	23710
Aug-19	+4.00	4016	4029	4020	4020	680	260	1180	1210
Soybean Basis -132					Mustard Basis-175				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jun-19	132				Jun-19	175			
Jul-19		106			Jul-19		140		
Aug-19			77		Aug-19			95	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	23-May-19	23-May-19	23-May-19	23-May-19
Akola	19065	0	19065	20329
Indore	6823	0	6823	7907
Kota	1712	0	1712	1721
Sagar	725	0	725	936
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	23-May-19	23-May-19	23-May-19	23-May-19
Sri Ganganagar	4740	31	4771	4719
Bharatpur	-	-	-	-
Bikaner	20852	162	21014	20417
Kota	36733	61	36794	36713
Jaipur	4059	121	4180	4059
Alwar	4659	0	4659	4659

Hapur	-	-	-	-
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**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	24-May-19		23-May-19		
Indore –Plant	3830	3870	3780	3830	40
Indore–Mandi	3700	3825	3650	3780	45
Nagpur-Plant	3800	3850	3800	3850	Unch
Nagpur – Mandi	3360	3610	3360	3610	Unch
Latur – Mandi	Closed	Closed	Closed	Closed	-
Akola – Mandi	NA	NA	3300	3680	-
Kota-Plant	3825	3875	3800	3850	25
Kota – Mandi	3750	3850	3700	3800	50
Bundi-Plant	3820	3870	3800	3850	20
Bundi-Mandi	3700	3800	3630	3750	50
Baran-Plant	3820	3850	3770	3820	30
Baran-Mandi	3650	3700	3580	3630	70
Bhawani Mandi Jhalawar–Plant	3730	3800	3670	3770	30
Jhalwar-Mandi	3600	3750	3600	3750	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	4110	4115	4025	4030	85
Alwar-(Condition)	3900	3950	3900	3950	Unch
Sri Ganganagar-(Non-Condition)	3830	3880	3625	3785	95
New Delhi–(Condition)	4045	4075	3910	3920	155
Kota-(Condition)	3760	3800	3650	3700	100
Agra-(Condition)	4048	4095	4000	4048	48
Neewai-(Condition)	3850	3900	3700	3760	140
Hapur (UP)-(Condition)	3925	3975	3900	3950	25
Groundnut Seed					
Rajkot	825	1044	810	1040	4
Sunflower Seed					
Gulbarga	NA	NA	3475	3575	-
Latur	NA	NA	0	0	-
Sholapur	NA	NA	0	0	-

## Oilseed Daily Fundamental Report May 25<sup>th</sup>, 2019

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>24-May-19</b>	<b>23-May-19</b>	
Madhya Pradesh	35000	35000	Unch
Maharashtra	60000	55000	5000
Rajasthan	10000	10000	Unch
Bundi (Raj)	65	70	-5
Baran (Raj)	1200	1700	-500
Jhalawar (Raj)	1700	2000	-300
<b>Rapeseed/Mustard</b>			
Rajasthan	140000	150000	-10000
Alwar	6000	8000	-2000
Sri Ganganagar	1200	1000	200
Kota	5000	4000	1000
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	1100	1060	40
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	0	-

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

Oilseeds	24-May-19	23-May-19	Change
Groundnut Kernel	5250	5250	Unch
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

**Oilseed Daily Fundamental Report**  
**May 25<sup>th</sup>, 2019**

Sunflower Seed	4450	4450	Unch
Niger Seed (4% FM)	5200	5200	Unch

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