

Oilseeds Domestic Fundamentals

- Steady to firm trend witnessed in Oilseed complex today. NCDEX markets are closed today due to Eid Festivals today.
- In the third advanced estimates, ministry expects higher Indian Soybean crop (Kharif) at 137.43 lakh tonnes for 2018/19 season against 109.33 lakh tonnes in 2017/18. Normal rainfall at the maturity stage of crop improved yield of crop. The estimates are higher than 2016/17 crop size i.e. 131.59 lakh tonnes.
- As on 31st May 2019, Nafed procured total 24266.04 lakh tonnes of mustard seed of Rabi season. It has procured total 9.09lakh tonnes from 412556 farmers.
- The state government got the approval from ministry of Agriculture to procure groundnut and Sunflower seed of Rabi season in Odisha. The proposal for procurement of shelled ground nut 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 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 soymeal 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 Soyoil, palm oil and other cooking oils.

Oilseeds International Fundamentals

- CBOT Soybean July future contract rose amid improved global sentiments on Wednesday.
- As per recent USDA report, US has completed 29% of its Soybean acres as on 26th May 2019 lower from previous year record i.e. 74%. It is also lower from 66% of average 5-year record as well.
- During the week (May 17-23, 2019) US sold lower by 15% at 455,800 MT for 2018/2019 against the previous week, however up 92 percent from the prior 4-week average. Increases were reported for China (135,700 MT, including 136,000 MT switched from unknown destinations and decreases of 2,300 MT), Spain (57,000 MT), the Netherlands (56,800 MT, including 66,000 MT switched from unknown destinations and decreases of 9,200 MT), Canada (47,700 MT), and Japan (33,800 MT, including decreases of 200 MT). Reductions were reported for Mexico (2,600 MT). For 2019/2020, net sales of 22,000 MT were for unknown destinations (21,000 MT), Vietnam (600 MT), and Japan (400 MT). Exports of 469,000 MT were down 18 percent from the previous week and 16 percent from the prior 4-week average. The destinations were primarily to China (203,700 MT), the Netherlands (56,800 MT), Egypt (50,800 MT), Canada (35,200 MT), and Mexico (31,300 MT).
- As per IGC report, Soybean global production is likely to decline at 358 million tonnes in 2019/20 against 363 million tonnes in 2018/19. It expects global consumption at 359 million tonnes for 2019/20.

Outlook: Soybean (plant delivery) prices are likely to trade in steady to firm tone on strong demand. The Indore (Plant Delivery) prices are expected to trade in the range of 3820 to 3850 in coming day. Mustard (42%) spot prices are expected to trade steady to firm tone between 4090 and 4120 per quintal ahead of a day.

Soybean Future Prices (Market were Closed on 5th June 2019 the following tables are of 4th June)									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-19	-16	3626	3652	3603	3632	31240	-6700	49090	-15750
Jul-19	-5	3668	3675	3630	3656	35560	590	86190	8920
Aug-19	-5	3688	3703	3661	3688	2380	-1070	14440	790
Mustard Future Prices									
Jun-19	14	3910	3928	3877	3914	32090	10730	32730	-12140
Jul-19	3	3940	3957	3911	3947	38080	14950	89590	11820
Aug-19	2	3991	3995	3950	3980	920	-420	3900	80
Soybean Basis -117					Mustard Basis-136				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jun-19	117				Jun-19	136			
Jul-19		97			Jul-19		102		
Aug-19			65		Aug-19			68	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	3-June-19	3-June-19	3-June-19	3-June-19
Akola	19064	0	19064	19064
Indore	3985	0	3985	3985
Kota	1712	0	1712	1711
Sagar	725	0	725	725
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	3-June-19	3-June-19	3-June-19	3-June-19
Sri Ganganagar	3010	0	3010	3010
Bharatpur	-	-	-	-
Bikaner	19449	0	19449	19450
Kota	36984	60	37044	36985
Jaipur	4190	30	4220	4190
Alwar	4578	0	4578	4578
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	05-Jun-19		04-Jun-19		
	Low	High	Low	High	
Indore –Plant	3800	3815	3725	3750	65
Indore–Mandi	Closed	Closed	3600	3725	-
Nagpur-Plant	3800	3830	3800	3830	Unch
Nagpur – Mandi	Closed	Closed	3410	3685	-
Latur – Mandi	Closed	Closed	NA	NA	-
Akola – Mandi	Closed	Closed	3000	3615	-
Kota-Plant	3800	3850	3730	3770	80
Kota – Mandi	3720	3800	3630	3700	100
Bundi-Plant	3780	3830	3720	3750	80
Bundi-Mandi	3700	3800	3600	3700	100
Baran-Plant	3620	3670	3620	3670	Unch
Baran-Mandi	3525	3570	3525	3570	Unch
Bhawani Mandi Jhalawar–Plant	3750	3800	3700	3750	50
Jhalwar-Mandi	Closed	Closed	3600	3700	-
Rapeseed/Mustard					
Jaipur-(Condition)	4080	4085	4070	4075	10
Alwar-(Condition)	Closed	Closed	3875	3925	-
Sri Ganganagar-(Non-Condition)	3700	3750	3650	3700	50
New Delhi–(Condition)	4000	4030	3990	4020	10
Kota-(Condition)	3720	3750	3650	3700	50
Agra-(Condition)	Closed	Closed	4000	4048	-
Neewai-(Condition)	3840	3890	3830	3880	10
Hapur (UP)-(Condition)	Closed	Closed	3900	3950	-
Groundnut Seed					
Rajkot	850	1051	820	1032	19
Sunflower Seed					
Gulbarga	Closed	Closed	NA	NA	-
Latur	Closed	Closed	NA	NA	-
Sholapur	Closed	Closed	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
Soybean	05-Jun-19	04-Jun-19	
Madhya Pradesh	40000	40000	Unch
Maharashtra	65000	65000	Unch
Rajasthan	13000	13000	Unch
Bundi (Raj)	20	10	10
Baran (Raj)	3000	3000	Unch
Jhalawar (Raj)	Closed	1200	-
Rapeseed/Mustard			
Rajasthan	Closed	150000	-
Alwar	Closed	5000	-
Sri Ganganagar	1000	2000	-1000
Kota	3500	3500	Unch
Groundnut Seed			
Rajkot (Gujarat)	714	1080	-366
Sunflower Seed			
Sholapur (Maharashtra)	Closed	NA	-

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

Oilseeds	5-Jun-19	4-Jun-19	Change
Groundnut Kernel	NR	NR	-
Gr. Bolds 60/70	NR	NR	-
Gr. Javas 60/70	NR	NR	-
Gr Javas 70/80	NR	NR	-
Gr.Javas 80/90	NR	NR	-
KardiSeed 2% Exp Qly	NR	NR	-
Sesame White 98/2/1 FM	NR	NR	-
Whitish 95/5/FFA/1FM	NR	NR	-
Brown 48/2 FFA/4 FM	NR	NR	-
Brown 48/3 FFA/4 FM	NR	NR	-
Brown 48/4 FM/* No FFA Guarantee	NR	NR	-
Sunflower Seed	NR	NR	-
Niger Seed (4% FM)	NR	NR	-

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