

Oilseeds Domestic Fundamentals

- Mixed trends are seen in Oilseed complex today on mixed sentiments in the market. NCDEX Soybean and Mustard future prices closed on higher side. Soybean futures prices are likely to trade sideways to lower in coming days due to lower physical demand by the oil mills. Moreover, higher production and increase edible oil imports will put extra pressure on Oilseeds at higher levels.
- As per third advance estimates of government, total oilseeds output is placed higher by 1.77 million tonnes to 31.42 million tonnes during 2018/19 as compared to five years average oilseeds production. 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. It estimates Mustard seed output at 87.82 lakh tonnes for 2018/19 higher by 4.2% from 84.3 lakh tonnes in 2017/18. It estimates groundnut crop size at 65.02 lakh tonnes for 2018/19 against 92.53 lakh tonnes.
- As on 3rd June 2019, Nafed procured total 14331.04 tonnes of Mustard seed of Rabi season. It has procured total 9.24 lakh tonnes from 419430 farmers. Nafed procured total 12855.73 tonnes in Rajasthan states, 859 tonnes in M.P. states, 579.55 tonnes in Gujrates, 36.45 tonnes in Uttar Pradesh.
- 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.

Oilseeds International Fundamentals

- CBOT Soybean July future contract declined yesterday amid profit booking in the market.
- USDA report, US has completed 39% of its Soybean acres as on 2nd June 2019 lower from previous year record i.e. 86%. It is also lower from 79% of average 5-year record as well. This represents an advance of 10% for the week. Approx. 51 million acres are left to plant. Farmers in U.S. may finish Soybean sowing more than 3 weeks later than last year.
- 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 weak tone on higher production estimates. The Indore (Plant Delivery) prices are expected to trade in the range of 3700 to 3750 in coming day. Mustard (42%) spot prices are expected to trade steady to firm tone between 4115 and 4140 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-19	31	3602	3664	3602	3620	30200	1490	32780	-16360
Jul-19	28	3630	3693	3630	3649	40940	54030	99410	3400
Aug-19	27	3672	3720	3666	3683	2320	1520	15420	-10540
Mustard Future Prices									
Jun-19	14	3924	3950	3915	3920	22260	640	24360	-8370
Jul-19	12	3945	3970	3941	3943	28500	51510	96900	7310
Aug-19	11	3996	4003	3980	3979	740	2980	3890	-10
Soybean Basis -67					Mustard Basis-171				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jun-19	67				Jun-19	171			
Jul-19		47			Jul-19		137		
Aug-19			15		Aug-19			103	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	5-June-19	5-June-19	5-June-19	5-June-19
Akola	17959	0	17959	19064
Indore	3608	0	3608	3985
Kota	1712	0	1712	1711
Sagar	514	0	514	725
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	5-June-19	5-June-19	5-June-19	5-June-19
Sri Ganganagar	3010	0	3010	3010
Bharatpur	-	-	-	-
Bikaner	19288	0	19288	19450
Kota	36984	120	37104	36985
Jaipur	3991	30	4021	4190
Alwar	4578	0	4578	4578
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	06-Jun-19		05-Jun-19		
	Low	High	Low	High	
Indore –Plant	3750	3765	3800	3815	-50
Indore–Mandi	3650	3750	Closed	Closed	-
Nagpur-Plant	3800	3830	3800	3830	Unch
Nagpur – Mandi	3350	3550	Closed	Closed	-
Latur – Mandi	NA	NA	Closed	Closed	-
Akola – Mandi	3000	3575	Closed	Closed	-
Kota-Plant	3820	3870	3800	3850	20
Kota – Mandi	3750	3830	3720	3800	30
Bundi-Plant	3800	3850	3780	3830	20
Bundi-Mandi	3720	3820	3700	3800	20
Baran-Plant	3670	3720	3620	3670	50
Baran-Mandi	3600	3620	3525	3570	50
Bhawani Mandi Jhalawar–Plant	3775	3820	3750	3800	20
Jhalwar-Mandi	3660	3750	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4115	4120	4080	4085	35
Alwar-(Condition)	3875	3925	Closed	Closed	-
Sri Ganganagar-(Non-Condition)	3700	3750	3700	3750	Unch
New Delhi–(Condition)	4040	4070	4000	4030	40
Kota-(Condition)	3720	3750	3720	3750	Unch
Agra-(Condition)	4000	4048	Closed	Closed	-
Neewai-(Condition)	3870	3920	3840	3890	30
Hapur (UP)-(Condition)	3900	3950	Closed	Closed	-
Groundnut Seed					
Rajkot	850	1021	850	1051	-30
Sunflower Seed					
Gulbarga	NA	NA	Closed	Closed	-
Latur	NA	NA	Closed	Closed	-
Sholapur	NA	NA	Closed	Closed	-
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	06-Jun-19	05-Jun-19	
Madhya Pradesh	60000	40000	20000
Maharashtra	70000	65000	5000
Rajasthan	14000	13000	1000
Bundi (Raj)	20	20	Unch
Baran (Raj)	4000	3000	1000
Jhalawar (Raj)	400	Closed	-
Rapeseed/Mustard			
Rajasthan	130000	Closed	-
Alwar	5000	Closed	-
Sri Ganganagar	1000	1000	Unch
Kota	3500	3500	Unch
Groundnut Seed			
Rajkot (Gujarat)	693	714	-21
Sunflower Seed			
Sholapur (Maharashtra)	NA	Closed	-

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

Oilseeds	6-Jun-19	5-Jun-19	Change
Groundnut Kernel	5050	NR	-
Gr. Bolds 60/70	7450	NR	-
Gr. Javas 60/70	9200	NR	-
Gr Javas 70/80	8800	NR	-
Gr.Javas 80/90	8500	NR	-
KardiSeed 2% Exp Qly	4500	NR	-
Sesame White 98/2/1 FM	11000	NR	-
Whitish 95/5/FFA/1FM	10500	NR	-
Brown 48/2 FFA/4 FM	9500	NR	-
Brown 48/3 FFA/4 FM	9400	NR	-
Brown 48/4 FM/* No FFA Guarantee	9000	NR	-
Sunflower Seed	4450	NR	-
Niger Seed (4% FM)	5200	NR	-

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