

Oilseeds Domestic Fundamentals

- Mixed trends are extended in Oilseed complex today on mixed sentiments in the market. NCDEX Soybean June contract increased while Mustard June contract closed on lower 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 6th June 2019, Nafed has procured 7.88 MT of Groundnut (Rabi -2019) in the district of Malkangiri of Odisha state. It procured total 78.73 MT at MSP price Rs. 4890 from 32 farmers. It procured total 21907.21 tonnes of Mustard seed of Rabi season at MSP i.e. 4200 per quintals. It has procured total 9.52 lakh tonnes so far from 432661 farmers. Nafed procured total 20924.01 tonnes in Rajasthan states, 976 tonnes in M.P. states, 6.75 tonnes in Uttar Pradesh.

Oilseeds International Fundamentals

- CBOT Soybean July future contract increased yesterday after less export's sales record of U.S.
- 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 23-30, 2019) US sold Soybean lower by 28% at 510,000 MT for 2018/2019 against the previous week and lower by 86 percent from the prior 4-week average. Increases were reported for unknown destinations (214,000 MT), China (72,300 MT, including 68,000 MT switched from unknown destinations and decreases of 1,400 MT), Germany (56,800 MT), the Netherlands (40,000 MT), and Mexico (31,300 MT, including decreases of 3,200 MT). Reductions were reported for Malaysia (200 MT). For 2019/2020, net sales of 73,700 MT were for Bangladesh (55,000 MT), unknown destinations (18,000 MT), and Japan (700 MT). Exports of 565,900 MT were up 37 percent from the previous week and 5 percent from the prior 4-week average. The destinations were primarily to China (337,300 MT), Mexico (67,300 MT), Germany (56,800 MT), Japan (32,500 MT), and Indonesia (31,400 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 3780 to 3800 in coming day. Mustard (42%) spot prices are expected to trade steady to firm tone between 4120 and 4140 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-19	3	3652	3673	3633	3651	19290	-13440	20730	-12000
Jul-19	10	3680	3690	3658	3679	24900	-64690	107050	17460
Aug-19	-8	3712	3714	3686	3708	2740	-1160	15920	12020
Mustard Future Prices									
Jun-19	-1	3940	3943	3717	3931	11610	-21120	20730	-3630
Jul-19	-8	3958	3964	3931	3957	18980	-70610	101770	4870
Aug-19	-8	3958	3964	3931	3957	18980	15080	101770	97880
Soybean Basis -127					Mustard Basis-171				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jun-19	127				Jun-19	171			
Jul-19		107			Jul-19		137		
Aug-19			75		Aug-19			103	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	6-June-19	6-June-19	6-June-19	5-Oct-19
Akola	17326	0	17346	19064
Indore	3598	0	3598	3985
Kota	1209	0	1209	1711
Sagar	513	0	513	725
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	6-June-19	6-June-19	6-June-19	5-Oct-19
Sri Ganganagar	2899	0	2899	3010
Bharatpur	-	-	-	-
Bikaner	19318	0	19318	19450
Kota	37025	80	37105	36985
Jaipur	3971	30	4001	4190
Alwar	4578	0	4578	4578
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	07-Jun-19		06-Jun-19		
	Low	High	Low	High	
Indore –Plant	3810	3825	3750	3765	60
Indore–Mandi	3600	3700	3650	3750	-50
Nagpur-Plant	3740	3780	3800	3830	-50
Nagpur – Mandi	3360	3600	3350	3550	50
Latur – Mandi	NA	NA	3500	3715	-
Akola – Mandi	3130	3550	3000	3575	-25
Kota-Plant	3760	3800	3820	3870	-70
Kota – Mandi	3700	3775	3750	3830	-55
Bundi-Plant	3750	3800	3800	3850	-50
Bundi-Mandi	3670	3770	3720	3820	-50
Baran-Plant	3670	3720	3670	3720	Unch
Baran-Mandi	3600	3620	3600	3620	Unch
Bhawani Mandi Jhalawar–Plant	3750	3780	3775	3820	-40
Jhalwar-Mandi	3630	3710	3660	3750	-40
Rapeseed/Mustard					
Jaipur-(Condition)	4115	4120	4115	4120	Unch
Alwar-(Condition)	3950	4000	3875	3925	75
Sri Ganganagar-(Non-Condition)	3650	3700	3700	3750	-50
New Delhi–(Condition)	4040	4070	4040	4070	Unch
Kota-(Condition)	3640	3680	3720	3750	-70
Agra-(Condition)	4000	4048	4000	4048	Unch
Neewai-(Condition)	3870	3920	3870	3920	Unch
Hapur (UP)-(Condition)	3900	3950	3900	3950	Unch
Groundnut Seed					
Rajkot	862	1035	850	1021	14
Sunflower Seed					
Gulbarga	NA	NA	NA	NA	-
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
Soybean	07-Jun-19	06-Jun-19	
Madhya Pradesh	60000	60000	Unch
Maharashtra	75000	70000	5000
Rajasthan	12000	14000	-2000
Bundi (Raj)	20	20	Unch
Baran (Raj)	4000	4000	Unch
Jhalawar (Raj)	200	400	-200
Rapeseed/Mustard			
Rajasthan	130000	130000	Unch
Alwar	6000	5000	1000
Sri Ganganagar	2000	1000	1000
Kota	3000	3500	-500
Groundnut Seed			
Rajkot (Gujarat)	735	693	42
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	7-Jun-19	6-Jun-19	Change
Groundnut Kernel	5050	5050	Unch
Gr. Bolds 60/70	7450	7450	Unch
Gr. Javas 60/70	9200	9200	Unch
Gr Javas 70/80	8800	8800	Unch
Gr.Javas 80/90	8500	8500	Unch
KardiSeed 2% Exp Qly	4500	4500	Unch
Sesame White 98/2/1 FM	11000	11000	Unch
Whitish 95/5/FFA/1FM	10500	10500	Unch
Brown 48/2 FFA/4 FM	9500	9500	Unch
Brown 48/3 FFA/4 FM	9400	9400	Unch
Brown 48/4 FM/* No FFA Guarantee	9000	9000	Unch
Sunflower Seed	4450	4450	Unch
Niger Seed (4% FM)	5200	5200	Unch

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