

Oilseeds Domestic Fundamentals

- Mostly firm trends are witnessed in Soybean complex on improved millers demand ahead of lower supplies. Soybean prices declined only in Indore and Nagpur market. While, mustard seed prices are quoting steady to weak tone on dull trading activities today. NCDEX prices of Soybean declined while Mustard seed rose today.
- As on 18th June 2019, Nafed procured total 7206.04 tonnes of Mustard seed of Rabi season at MSP i.e. 4200 per quintals. It has procured total 10.09 lakh tonnes so far from 459824 farmers. Nafed procured total 7201.04 tonnes in Rajasthan states, 5.0 tonnes in Uttar Pradesh.
- As per IMD, Monsoon rains enter in the southern Indian state of Kerala nearly a week later than normal earlier this month. Progress was slowed further last week because of Cyclone Vayu that drew moisture from the Arabian Sea. Monsoon rainfall was 43% lower than normal so far in June, but in some states, such as Maharashtra, the rainfall deficit was as high as 68%. If rainfall delays, it could decline Oilseeds crop Yield of this season.
- According to the sources, there is chances of increase in area of soybean crop in this season up to 120 lakh hectares compared with 112 lakh hectares last year in case of normal monsoon in Madhya Pradesh and Maharashtra (account up to 80 percent of total Soybean production in the country). As per to the third advanced estimate of Ministry, Soybean production is placed at 137.43 lakh tonnes for 2018/19 which is higher by 25 per cent against previous year production and highest in the last five years record. Soybean acreage may increase or may be at the same in this year as soybean prices performed well.
- AS per USDA recent released data, India may grow lower Soybean crop at 10.9 million metric tons in 2019/20 from 11.50 million metric tons in 2018/19 in expectation of less yield at 0.94 metric tons per hectares against 1.05 metric tons per hectares despite higher sowing area forecast i.e. 11.60 million hectares against 11 million hectares in previous year.
- According to Ministry, India has covered total oil seeds kharif sowing area at 1.04 lakh ha. as on 14th June 2019 lower by 1.02 lakh ha. compared to 2.06 lakh ha. in normal of corresponding week. It is also lower by 0.75 lakh ha. from previous year record during the same period of time. Farmers have covered groundnut area at 0.25 lakh ha (0.51 lakh ha.), Soybean area at 0.37 lakh ha. (0.75 lakh ha), Sunflower area at 0.16 lakh ha. (0.12 lakh ha), Sesamum area at 0.25 lakh ha. (0.38 lakh ha). Bracket figures show previous year sowing area in the same period of time.

Oilseeds International Fundamentals

- CBOT Soybean July future contract are continued on higher side on Monday after more rains and flooding in parts of the U.S. Midwest which is delaying Soybean planting.
- As per National Oilseeds Processors Association (NOPA, U.S Soybean crushing declined in May 2019 compared to last month as well as last year record. NOPA members reported 154.79 million bushels soybean crushing in May 2019 lower against 159.99 million bushels in April 2019 and 163. 57 million bushels in May 2018. It is also below than expected range of Reuters poll of eight analysts. Soybean oil stocks are reported lower to 1.581 billion pounds in May 2019 compared to 1.787 billion pounds at the end of April 2019 and also below the 1.856 billion pounds in May 2018.
- European Union imported 9% higher soybean at 14.5 million tonnes of this season 2018/19 (started from July 2018 to June 16, 2019) against last year record. The country imported 8% lower to 14.5 million tonnes of Soymeal. It imported 6.1% lower palm oil at 6.1 million tonnes as compared to last year record.
- As per USDA report, US has completed 77% of its Soybean acres as on 16th June 2019 lower from previous year record i.e. 96%. It is also lower from 93% of average 5-year record. USDA expects U.S. Soybean yield size for 2019/20 at 3.33 metric tons per hectare lower from 3.47 metric tons per hectares in 2018/19. As a result, it forecasts lower production estimates at 112.95 million metric tons for 2019/20 lower from 123.66 million metric tons in 2018/19.

Outlook: Soybean (plant delivery) prices are likely to trade in steady to firm tone in expectation of less supplies. The Indore (Plant Delivery) prices are expected to trade in the range of 3720 to 3800 in coming day. Mustard (42%) spot prices are expected to trade steady to firm tone between 4100 and 4135 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jul-19	-6	3646	3669	3631	3650	19970	19600	106230	105660
Aug-19	-19	3670	3693	3651	3679	5920	-40310	23600	-83500
Sept-19	-53	3695	3709	3670	3723	780	-9190	1270	-21520
Mustard Future Prices									
Jul-19	10	3900	3930	3893	3905	13780	13240	101130	92320
Aug-19	10	3921	3953	3920	3932	2430	-21820	8970	-93840
Sept-19	-	3959	3959	3959	3959	-	-	-	-
Soybean Basis -75					Mustard Basis-195				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jul-19	75				Jul-19	195			
Aug-19		46			Aug-19		168		
Sept-19			2		Sept-19			141	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	17-June-19	17-June-19	17-June-19	17-June-19
Akola	17165	0	17165	17164
Indore	3598	0	3598	3598
Kota	1209	0	1209	1208
Sagar	513	0	513	513
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	17-June-19	17-June-19	17-June-19	17-June-19
Sri Ganganagar	2788	0	2788	2788
Bharatpur	-	-	-	-
Bikaner	18794	0	18794	18794
Kota	36067	0	36067	36067
Jaipur	3962	0	3962	3962
Alwar	4578	0	4578	4578
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	18-Jun-19		17-Jun-19		
	Low	High	Low	High	
Indore –Plant	3715	3725	3765	3775	-50
Indore–Mandi	Closed	Closed	Closed	Closed	-
Nagpur-Plant	3720	3770	3700	3730	40
Nagpur – Mandi	3310	3610	3460	3620	-10
Latur – Mandi	NA	NA	3620	3715	-
Akola – Mandi	3450	3610	3300	3605	5
Kota-Plant	3870	3950	3820	3860	90
Kota – Mandi	3760	3900	3680	3820	80
Bundi-Plant	3830	3850	3770	3800	50
Bundi-Mandi	3730	3820	3675	3780	40
Baran-Plant	3650	3720	3600	3670	50
Baran-Mandi	3550	3700	3500	3640	60
Bhawani Mandi Jhalawar–Plant	3630	3730	3600	3700	30
Jhalwar-Mandi	3620	3670	3580	3640	30
Rapeseed/Mustard					
Jaipur-(Condition)	4095	4100	4110	4115	-15
Alwar-(Condition)	3900	3950	3950	4000	-50
Sri Ganganagar-(Non-Condition)	3540	3660	3550	3800	-140
New Delhi–(Condition)	4020	4050	4035	4065	-15
Kota-(Condition)	3680	3800	3680	3800	Unch
Agra-(Condition)	4119	4167	4119	4167	Unch
Neewai-(Condition)	3800	3900	3800	3900	Unch
Hapur (UP)-(Condition)	3900	3950	3900	3950	Unch
Groundnut Seed					
Rajkot	890	1051	871	1100	-49
Sunflower Seed					
Gulbarga	3385	3625	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	18-Jun-19	17-Jun-19	
Madhya Pradesh	50000	85000	-35000
Maharashtra	70000	70000	Unch
Rajasthan	12000	15000	-3000
Bundi (Raj)	30	20	10
Baran (Raj)	3000	8000	-5000
Jhalawar (Raj)	4000	5000	-1000
Rapeseed/Mustard			
Rajasthan	100000	100000	Unch
Alwar	4000	4000	Unch
Sri Ganganagar	1200	3000	-1800
Kota	3500	4000	-500
Groundnut Seed			
Rajkot (Gujarat)	798	432	366
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	18-Jun-19	17-Jun-19	Change
Groundnut Kernel	5400	5200	200
Gr. Bolds 60/70	7650	7650	Unch
Gr. Javas 60/70	9400	9400	Unch
Gr Javas 70/80	9000	9000	Unch
Gr.Javas 80/90	8700	8700	Unch
KardiSeed 2% Exp Qly	4700	4700	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	4200	4200	Unch
Niger Seed (4% FM)	5200	5200	Unch

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