

Oilseeds Domestic Fundamentals

- Mixed trends are witnessed in Oilseeds complex today due to mixed sentiments in the market. NCDEX Soybean prices fell down due to speculators selling pressure. Whereas Mustard seeds rose up due to farmers and traders wants to book profits at current level.
- According to the ministry of Agriculture, total area planted under all crops during kharif season is 142.61 lakh hectares has been reported compared with normal corresponding week is 162.07 lakh hectares previous year and normal five years average is 196.66 lakh hectares. Total oil seeds kharif sowing area as on 28th June 2019 about 13.43 lakh Ha. has been reported compared to normal corresponding week (24.19 lakh Ha.) from previous year. Thus 10.76 lakh. Ha less area has been covered compared to normal corresponding week in previous year. Major sowing area is reported from the state of Gujarat (2.26 lakh Ha.), Rajasthan (2.25 lakh Ha.), Uttarakhand (0.06 lakh Ha) Madhya Pradesh (7.69 lakh ha), Maharashtra (3.01 lakh Ha), Karnataka (2.62 lakh ha.), Telangana (0.94 lakh ha), Andhra Pradesh (0.83 lakh Ha), Odisha(0.19 lakh ha) etc.
- As per the sources, In Maharashtra due to delay in monsoon the crop has declined 97% comard to last year according to the first sowing report by state department of agriculture. As of June-18th, the sowing has been reported only 39176 Ha. Of land compared to 12.04 lakh Ha. by June-22nd previous year. The crops that affected at most are Oilseeds and pulses. Moreover, this year only 137 Ha of oilseeds have been sown compared to 3.33 lakh Ha. Previous year.
- As per the sources, Area under cotton 10-15% is going to replace by groundnut due to delayed monsoon in Gujarat and Maharashtra, moreover the state and central government policies for groundnut encouraged to cultivate more area under oilseeds.
- According to the State's Agriculture Department of Gujarat, Vayu monsoon triggered the cultivation in the state and has received about 44mm of rainfall so far, which helped the drought hit regions to rise the sowing of kharif crops like groundnut, cotton. The groundnut cultivation has raised from 5200ha to 22900ha from 10th June to 17th June which is about 40 per cent lower from 37788 ha. in 2018-19. The overall oilseeds acreage stood at 23,068 ha down by 40 per cent from 38,473 ha in 2018-19. However, overall kharif sowing in the State is low by about 8 percent from 207,240 ha in 2019-20 to 225,231 ha in 2018-19. According to the trade sources groundnut cultivation is going to increase when compared to last year because of the massive procurement activities by the state and central government bodies at MSP Rs.4890 and additional Rs.110 from the state government bonus and the effective price is Rs.5000 per quintal, however the prices are Rs.5000-5220 per quintal.

Oilseeds International Fundamentals

- CBOT Soybean July future contract rose up on Friday due to improved demand from Chinese importers.
- As per USDA annual acreage report on 28th June, farmers planted 80.0 Million acres of soybean compared to the march forecasts 84.6 million acres, however analysts are expected 84.4 million acres of soybean due to delay in corn planting farmers had boosted their soybean cultivation.
- According to the sources soybean planting area in China is expected to reach 8.7 million hectares this year, up by 0.66 million hectares has been noted compared with previous year. To ensure the sufficient supply and self-sufficiency the country encouraged to plant soybean early and aimed to reach 9.36 million hectares by 2020.
- As per USDA, China has imported 544000MT soybean on Friday after US and China at the Group of 20 summit held in Japan starting on June 28, 2019. China agreed to import 14 million tonnes from US, morethan 8 million tonnes has been shipped to China, still 6 million tonnes including Friday sale need to be delivered.
- As per USDA report, US has completed 88% of Soybean cultivation as on 23rd June 2019 from 77% last week, out of which 59% of the crop is good to excellent, however 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: Mixed trends are witnessed in oilseed complex today due to mixed sentiments in the market. The Indore (Plant Delivery) prices are expected to trade in the range of 3700 to 3775 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4090 and 4115 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jul-19	23	3688	3720	3668	3674	17190	7890	62020	-3210
Aug-19	45	3650	3719	3643	3647	18630	15020	51190	2390
Sept-19	88	3590	3699	3590	3592	2710	2550	2960	1070
Mustard Future Prices									
Jul-19	16	3938	3965	3938	3941	12600	1530	59580	-4880
Aug-19	18	3958	3988	3958	3959	10430	2030	44130	4640
Sept-19	16	3980	3991	3980	3975	130	-110	890	70
Soybean Basis -96					Mustard Basis-174				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jul-19	96				Jul-19	174			
Aug-19		123			Aug-19		156		
Sept-19			178		Sept-19			140	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	29-June-19	29-June-19	29-June-19	24-June-19
Akola	16749	31	17055	17024
Indore	3598	0	3598	3598
Kota	784	0	784	783
Sagar	513	0	513	513
Nagpur	20	0	20	20

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	29-June-19	29-June-19	29-June-19	24-June-19
Sri Ganganagar	2788	0	2788	2788
Bharatpur	-	-	-	-
Bikaner	17976	0	17976	18259
Kota	35496	40	35496	35476
Jaipur	3811	0	3811	3852
Alwar	4578	0	4578	4578
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	01-Jul-19		29-Jun-19		
	Low	High	Low	High	
Indore –Plant	3700	3770	3675	3725	45
Indore–Mandi	3550	3650	3525	3650	Unch
Nagpur-Plant	3740	3770	3720	3750	20
Nagpur – Mandi	3310	3640	3435	3610	30
Latur – Mandi	3800	3820	NA	NA	-
Akola – Mandi	3225	3575	3400	3560	15
Kota-Plant	3700	3725	3650	3770	-45
Kota – Mandi	3650	3700	3620	3715	-15
Bundi-Plant	3650	3700	3560	3670	30
Bundi-Mandi	3470	3580	3480	3550	30
Baran-Plant	3650	3700	3500	3600	100
Baran-Mandi	3570	3650	3450	3565	85
Bhawani Mandi Jhalawar–Plant	3700	3750	3560	3680	70
Jhalwar-Mandi	3600	3710	3500	3600	110
Rapeseed/Mustard					
Jaipur-(Condition)	4110	4115	4080	4085	30
Alwar-(Condition)	3950	4000	3975	4000	Unch
Sri Ganganagar-(Non-Condition)	3615	3700	3575	3735	-35
New Delhi–(Condition)	3900	3950	3960	3990	-40
Kota-(Condition)	3800	3900	3720	3830	70
Agra-(Condition)	4048	4071	4048	4095	-24
Neewai-(Condition)	3750	3800	3720	3770	30
Hapur (UP)-(Condition)	3900	3925	3875	3925	Unch
Groundnut Seed					
Rajkot	860	1090	850	1080	10
Sunflower Seed					
Gulbarga	3400	3600	3250	3475	125
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	01-Jul-19	29-Jun-19	
Madhya Pradesh	45000	45000	Unch
Maharashtra	60000	60000	Unch
Rajasthan	10000	8000	2000
Bundi (Raj)	20	60	-40
Baran (Raj)	400	1000	-600
Jhalawar (Raj)	870	800	70
Rapeseed/Mustard			
Rajasthan	80000	75000	5000
Alwar	2000	5000	-3000
Sri Ganganagar	500	700	-200
Kota	1500	2200	-700
Groundnut Seed			
Rajkot (Gujarat)	660	735	-75
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	1-Jul-19	29-Jun-19	Change
Groundnut Kernel	5600	5600	Unch
Gr. Bolds 60/70	8250	8350	-100
Gr. Javas 60/70	10000	10100	-100
Gr Javas 70/80	9600	9700	-100
Gr.Javas 80/90	9300	9400	-100
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	9300	9300	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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