

Oilseeds Domestic Fundamentals

- Mostly weak trends are witnessed in soybean complex today due to lack of demand from the local crushers and ample stocks available in the physical market. Mixed trends are witnessed in Mustard seeds due to the mixed sentiments in the market. NCDEX Soybean and mustard prices rose up due to speculators selling pressure.
- According to the state agriculture department of Gujarat, as on July 1st 2019, total Kharif sowing in the state is reported as 28.24 lakh hectares about 33% of the three-year normal acreage of 84.76 lakh hectares. Sowing of groundnut saw a sharp jump of 14.35 lakh hectares covers about 63% to the normal sowing area of the crop. However, Pulses are least preferred although the gave good returns last year because of increased monsoon activity, brightened the groundnut and cotton sowing in the state.
- As per IMD, 32% of monsoon deficit has been noted which slowed down the kharif sowing in the country. Conditions are very likely to become favorable; another monsoon surge is expected until July 15, this will increase rainfall in many states. Farmers are advised to sow crops if not yet sown, however even if sowing improves, there is a chance of lower yield as the planting of many crops in the major growing regions gets over by the third week of July.
- As per sources, due to delayed monsoon at Madhya Pradesh kharif sowing has been slowed down. According to the Regional agricultural department only 45% sowing has completed in Indore division. Total area covered under Indore division is 22 lakh hectares out of which soybean has planted around 3 lakh hectares against 8.55 lakh hectares previous year and cotton has been planted in 3.42 lakh hectares against 5.21 lakh hectares previous year, however sowing will extend until July 1st week, officials are expecting for improvement in sowing activities.
- 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.

Oilseeds International Fundamentals

- CBOT Soybean July future contract declined up on Tuesday due to increased sowing area.
- 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, more than 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: Weak trends are witnessed in soybean complex today due to lack demand in the market. The Indore (Plant Delivery) prices are expected to trade in the range of 3630 to 3670 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4080 and 4100 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jul-19	23	3628	3674	3628	3645	22670	-620	43440	-15460
Aug-19	20	3636	3674	3636	3651	32810	9050	61910	7770
Sept-19	30	3638	3675	3636	3665	4460	2600	5580	2050
Mustard Future Prices									
Jul-19	4	3932	3939	3922	3928	7510	-9080	49190	-3850
Aug-19	9	3943	3960	3940	3945	9860	-10470	53000	3500
Sept-19	12	3960	3980	3960	3961	1230	490	1880	680
Soybean Basis -65					Mustard Basis-162				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jul-19	65				Jul-19	162			
Aug-19		59			Aug-19		145		
Sept-19			45		Sept-19			139	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	02-Jul-19	02-Jul-19	02-Jul-19	01-Jul-19
Akola	17005	0	17055	17005
Indore	3270	0	3270	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
	02-Jul-19	02-Jul-19	02-Jul-19	01-Jul-19
Sri Ganganagar	2788	0	2788	2788
Bharatpur	-	-	-	-
Bikaner	17976	0	17976	17976
Kota	34962	10	34972	35536
Jaipur	3782	0	3782	3812
Alwar	4578	0	4578	4578
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	03-Jul-19		02-Jul-19		
	Low	High	Low	High	
Indore –Plant	3640	3710	3700	3770	-60
Indore–Mandi	3500	3600	Closed	Closed	-
Nagpur-Plant	3720	3750	3740	3770	-20
Nagpur – Mandi	3410	3660	3310	3660	Unch
Latur – Mandi	NA	NA	Closed	Closed	-
Akola – Mandi	3300	3615	3350	3625	-10
Kota-Plant	3675	3700	3725	3750	-50
Kota – Mandi	3600	3670	3675	3735	-65
Bundi-Plant	3620	3660	3680	3720	-60
Bundi-Mandi	3450	3550	3500	3600	-50
Baran-Plant	3600	3650	3680	3730	-80
Baran-Mandi	3540	3560	3630	3700	-140
Bhawani Mandi Jhalawar–Plant	3670	3700	3725	3775	-75
Jhalwar-Mandi	3540	3650	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4085	4090	4115	4120	-30
Alwar-(Condition)	3950	4000	3950	4000	Unch
Sri Ganganagar-(Non-Condition)	3700	3800	3650	3750	50
New Delhi–(Condition)	3900	3950	3900	3950	Unch
Kota-(Condition)	3750	3850	3850	3950	-100
Agra-(Condition)	4071	4095	4095	4119	-24
Neewai-(Condition)	3750	3800	3750	3800	Unch
Hapur (UP)-(Condition)	3925	3950	3900	3925	25
Groundnut Seed					
Rajkot	845	1090	860	1090	Unch
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	03-Jul-19	02-Jul-19	
Madhya Pradesh	100000	45000	55000
Maharashtra	60000	60000	Unch
Rajasthan	8000	10000	-2000
Bundi (Raj)	50	50	Unch
Baran (Raj)	850	1100	-250
Jhalawar (Raj)	300	Closed	-
Rapeseed/Mustard			
Rajasthan	80000	70000	10000
Alwar	2000	2000	Unch
Sri Ganganagar	1500	1500	Unch
Kota	1100	1300	-200
Groundnut Seed			
Rajkot (Gujarat)	225	180	45
Sunflower Seed			
Sholapur (Maharashtra)	NA	Closed	-

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

Oilseeds	3-Jul-19	2-Jul-19	Change
Groundnut Kernel	5600	Closed	-
Gr. Bolds 60/70	8250	Closed	-
Gr. Javas 60/70	10000	Closed	-
Gr Javas 70/80	9600	Closed	-
Gr.Javas 80/90	9300	Closed	-
KardiSeed 2% Exp Qly	4700	Closed	-
Sesame White 98/2/1 FM	11000	Closed	-
Whitish 95/5/FFA/1FM	10500	Closed	-
Brown 48/2 FFA/4 FM	9500	Closed	-
Brown 48/3 FFA/4 FM	9300	Closed	-
Brown 48/4 FM/* No FFA Guarantee	9000	Closed	-
Sunflower Seed	4200	Closed	-
Niger Seed (4% FM)	5200	Closed	-

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