

**Oilseeds Domestic Fundamentals**

- Mostly weak trends are witnessed in Oilseed complex today due to lack of demand from the local crushers and ample stocks available in the physical market. NCDEX Soybean and mustard prices declined due to traders wants to book profits at current level. Hike in MSP, expectation of good sowing area may further put pressure on soybean prices.
- Government of India has hiked MSP of soybean by Rs 311 per qtl to Rs 3710 per qtl from Rs 3,399 per qtl.
- According to the state agriculture department of Gujarat, as on July 1<sup>st</sup> 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 1<sup>st</sup> 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 28<sup>th</sup> 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 seen a strong gain on Wednesday due to improved export sales.
- As per USDA annual acreage report on 28<sup>th</sup> 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 23<sup>rd</sup> 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 3600 to 3630 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	-41	3674	3677	3618	3666	22440	-230	36090	-7350
Aug-19	-17	3674	3680	3645	3669	23730	-9080	66810	4900
Sept-19	-2	3672	3687	3658	3672	6990	2530	9540	3960
Mustard Future Prices									
Jul-19	-8	3939	3943	3924	3932	8820	1310	44060	-5130
Aug-19	-2	3953	3966	3949	3953	10580	720	56310	3310
Sept-19	-5	3979	3990	3973	3978	4420	3190	5370	3490
Soybean Basis -4					Mustard Basis-163				
Spread					Spread				
	Jun-19	Jul-19	Aug-19			Jun-19	Jul-19	Aug-19	
Jul-19	4				Jul-19	163			
Aug-19		1			Aug-19		142		
Sept-19			-2		Sept-19			137	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	03-Jul-19	03-Jul-19	03-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
	03-Jul-19	03-Jul-19	03-Jul-19	01-Jul-19
Sri Ganganagar	2788	0	2788	2788
Bharatpur	-	-	-	-
Bikaner	17765	0	17765	17976
Kota	34972	10	34972	35536
Jaipur	3732	0	3732	3812
Alwar	4578	0	4578	4578
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	04-Jul-19		03-Jul-19		
	Low	High	Low	High	
Indore –Plant	3600	3670	3640	3710	-40
Indore–Mandi	3450	3550	3500	3600	-50
Nagpur-Plant	3720	3750	3720	3750	Unch
Nagpur – Mandi	3310	3600	3410	3660	-60
Latur – Mandi	NA	NA	3535	3725	-
Akola – Mandi	3100	3600	3300	3615	-15
Kota-Plant	3600	3650	3675	3700	-50
Kota – Mandi	3550	3620	3600	3670	-50
Bundi-Plant	3560	3600	3620	3660	-60
Bundi-Mandi	3400	3500	3450	3550	-50
Baran-Plant	3500	3550	3600	3650	-100
Baran-Mandi	3460	3500	3540	3560	-60
Bhawani Mandi Jhalawar–Plant	3620	3650	3670	3700	-50
Jhalwar-Mandi	3490	3600	3540	3650	-50
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	4090	4095	4085	4090	5
Alwar-(Condition)	3925	3975	3950	4000	-25
Sri Ganganagar-(Non-Condition)	3625	3775	3700	3800	-25
New Delhi–(Condition)	3900	3950	3900	3950	Unch
Kota-(Condition)	3600	3700	3750	3850	-150
Agra-(Condition)	4071	4095	4071	4095	Unch
Neewai-(Condition)	3750	3800	3750	3800	Unch
Hapur (UP)-(Condition)	3875	3900	3925	3950	-50
<b>Groundnut Seed</b>					
Rajkot	Closed	Closed	845	1090	-
<b>Sunflower Seed</b>					
Gulbarga	3250	3475	3550	3676	-201
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
<b>Soybean</b>	<b>04-Jul-19</b>	<b>03-Jul-19</b>	
Madhya Pradesh	80000	100000	-20000
Maharashtra	55000	60000	-5000
Rajasthan	8000	8000	Unch
Bundi (Raj)	20	50	-30
Baran (Raj)	600	850	-250
Jhalawar (Raj)	500	300	200
<b>Rapeseed/Mustard</b>			
Rajasthan	80000	80000	Unch
Alwar	1000	2000	-1000
Sri Ganganagar	1000	1500	-500
Kota	800	1100	-300
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	Closed	225	-
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	4-Jul-19	3-Jul-19	Change
Groundnut Kernel	5600	5600	Unch
Gr. Bolds 60/70	8250	8250	Unch
Gr. Javas 60/70	10000	10000	Unch
Gr Javas 70/80	9600	9600	Unch
Gr.Javas 80/90	9300	9300	Unch
KardiSeed 2% Exp Qly	4850	4700	150
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)	5300	5200	100

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