

Oilseeds Domestic Fundamentals: Soybean, Indore (Plant Delivery) and RM seed, Jaipur fell in tandem on weak global cues Thursday. Likely record soybean production in South America and improved late planted Brazil's soybean remained bearish for the bean while rains over key RM seed growing belts coupled with weakness in BMD CPO remained negative for the seed.

Safras & Mercado, Brazilian analyst, has slashed its forecast for Brazil's 2015/16 soybean crop by 561,000 tonnes, citing losses in the Northeast and in parts of top growing state Mato Grosso due to dry weather. Safras & Mercado's production estimates are still record crop of 99.8 million tonnes which is lower 0.56% from the December forecast of 100.4 million tonnes.

International Oilseeds Fundamentals: Argentina has eased the soybean import policies, said the government, this is a step to boost the exports of Argentina's soy meal livestock feed and soy oil during harvesting period when one third of the processing units are idle. The measure is in addition to the latest free-market reform introduced by the newly elected government headed by the President Mauricio Macri, easing controls on farm sector. Earlier government had restricted the soybean imports from the neighboring producing countries like Brazil, Paraguay. The step is expected to negatively affect the trade volume of grain trading giants like Bunge, Cargill which have presence in these countries.

Lanworth, US crop forecaster, has projected Brazil's 2015/16 soybean production to a record 103.0 million tonnes just after Conab, the Brazil's government crop supply agency, reduced its projections citing dry weather in top soy growing belts in November and December.

Outlook: Soybean (plant delivery) prices are likely to feature range-bound movement, in near-term. The Indore (Plant Delivery) prices are expected to be in the range of 3750 – 3800 levels in the near-term.

NCDEX Soybean Futures:

| Contract | +/- | Open | High | Low | Close |
|----------|--------|---------|---------|---------|--------|
| Feb-16 | -46.00 | 3800.00 | 3812.00 | 3761.00 | 3762.0 |
| Mar-16 | -48.00 | 3842.00 | 3854.00 | 3803.00 | 3803.0 |
| Apr-16 | -56.00 | 3885.00 | 3898.00 | 3850.00 | 3850.0 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Feb-16 | 43680 | 41260 | 76670 | 73970 |
| Mar-16 | 14350 | -51480 | 53230 | -25670 |
| Apr-16 | 4190 | -13400 | 13860 | -37770 |

| Spread | Feb-16 | Mar - 16 | Apr-16 |
|--------|--------|----------|--------|
| Basis | -37 | | |
| Feb-16 | | -88 | 530 |
| Mar-16 | | | -47.00 |
| Apr-16 | | | |

*Far Month Contract - Near Month Contract. Basis: Spot – Future (Indore).

NCDEX RM Seed Futures:

| Contract | +/- | Open | High | Low | Close |
|----------|--------|---------|---------|---------|---------|
| Apr-16 | -49.00 | 4042.00 | 4056.00 | 3994.00 | 4004.00 |
| May-16 | -55.00 | 4078.00 | 4092.00 | 4030.00 | 4038.00 |
| Jun-16 | -38.00 | 4119.00 | 4141.00 | 4081.00 | 4086.00 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Apr-16 | 36920 | 31410 | 26360 | 23080 |
| May-16 | 7530 | -24750 | 6950 | -18010 |
| Jun-16 | 690 | -1330 | 1700 | -2990 |

| Spread | Apr -16 | May-16 | Jun-16 |
|--------|---------|--------|--------|
| Basis | 744.00 | | |
| Apr-16 | | 34.00 | 82.00 |
| May-16 | | | 48.00 |
| Jun-16 | | | |

*Far Month Contract - Near Month Contract. Basis: Spot – Future (Jaipur).

| Stocks | Demat | In-Process | Total | FED |
|--------|-----------|------------|-----------|-----------|
| | 20-Jan-16 | 20-Jan-16 | 20-Jan-16 | 18-Jan-16 |
| Akola | 24415 | 30 | 24445 | 24384 |
| Indore | 5639 | 0 | 5639 | 5943 |
| Kota | 21038 | 0 | 21038 | 21982 |
| Sagar | - | - | - | - |
| Nagpur | - | - | - | - |

*SBN Fed Stocks Expiry on Dec '14

| Stocks | Demat | In-Process | Total | FED |
|---------------|-----------|------------|-----------|-----------|
| | 20-Jan-16 | 20-Jan-16 | 20-Jan-16 | 18-Jan-16 |
| SriGanganagar | - | - | - | - |
| Bharatpur | - | - | - | - |
| Bikaner | 30 | 10 | 40 | - |
| Kota | 2235 | 0 | 2235 | 489 |
| Jaipur | 3563 | 30 | 3593 | 3573 |
| Alwar | 442 | 0 | 442 | 521 |
| Hapur | - | - | - | - |

*RMS Fed Stocks Expiry on Dec '14

Oilseed Prices at Key Spot Markets:

| Commodity / Centre | Prices (Rs/Qtl) | | | | Change |
|--|-----------------|------|-----------|------|--------|
| Soybean | 21-Jan-16 | | 20-Jan-16 | | |
| | Low | High | Low | High | |
| Indore –Plant | 3750 | 3800 | 3750 | 3850 | -50 |
| Indore–Mandi | 3600 | 3725 | 3550 | 3750 | -25 |
| Nagpur-Plant | 3750 | 3800 | 3750 | 3800 | Unch |
| Nagpur – Mandi | 3110 | 3630 | 3150 | 3640 | -10 |
| Latur – Mandi | 3300 | 3820 | 3500 | 3876 | -56 |
| Kota-Plant | 3600 | 3650 | 3650 | 3700 | -50 |
| Kota – Mandi | 3500 | 3550 | 3550 | 3600 | -50 |
| Bundi-Plant | 3600 | 3650 | 3650 | 3700 | -50 |
| Bundi-Mandi | 3500 | 3550 | 3500 | 3550 | Unch |
| Baran-Plant | 3580 | 3700 | 3550 | 3600 | 100 |
| Baran-Mandi | 3400 | 3600 | 3450 | 3500 | 100 |
| Bhawani Mandi Jhalawar–Kota-Plant Delivery | 3700 | 3730 | 3710 | 3750 | -20 |
| Jhalwar-Mandi | 3500 | 3650 | 3500 | 3700 | -50 |
| Rapeseed/Mustard | | | | | |
| Jaipur-(Condition) | 4745 | 4750 | 4790 | 4795 | -45 |
| Alwar-(Condition) | 4300 | 4400 | 4450 | 4500 | -100 |
| SriGanganagar-(Non-Condition-Unpaid) | 4200 | 4250 | 4200 | 4250 | Unch |
| New Delhi–(Condition | 4425 | 4430 | 4440 | 4450 | -20 |
| Kota-Non-(Condition) | 4100 | 4150 | 4100 | 4150 | Unch |
| Agra-(Condition))(New Crop) | 4800 | 4900 | 4800 | 4900 | Unch |
| Neewai | 4300 | 4350 | 4300 | 4350 | Unch |
| Hapur (UP) | 4550 | 4575 | 4550 | 4575 | Unch |
| Groundnut Seed | | | | | |
| Rajkot | 910 | 910 | 900 | 900 | 10 |
| Sunflower Seed | | | | | |
| Gulbarga | 3344 | 3514 | 3315 | 3405 | 109 |
| Latur | 3175 | 3815 | 3240 | 3766 | 49 |
| Sholapur | 3725 | 3750 | 3725 | 3750 | Unch |

Soybean Prices are in INR/qtl. (1 bag=90 kg). Mandi prices – Loose, Mustard Seed Prices are in INR/qtl (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 | 21-Jan-16 | 20-Jan-16 | |
| Madhya Pradesh | 40000 | 40000 | Unch |
| Maharashtra | 50000 | 50000 | Unch |
| Rajasthan | 20000 | 20000 | Unch |
| Bundi (Raj) | 100 | 50 | 50 |
| Baran (Raj) | 1300 | 700 | 600 |
| Jhalawar (Raj) | 1500 | 700 | 800 |
| Rapeseed/Mustard | | | |
| Rajasthan | 35000 | 35000 | Unch |
| Alwar | 3000 | 4000 | -1000 |
| Sri Ganganagar | - | - | - |
| Kota | 2000 | 2000 | Unch |
| Groundnut Seed | | | |
| Rajkot (Gujarat) | - | - | - |
| Sunflower Seed | | | |
| Sholapur (Maharashtra) | 1500 | 900 | 600 |

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

| Oilseeds | 21-Jan-16 | 20-Jan-16 | Change |
|----------------------------------|-----------|-----------|--------|
| Groundnut Kernel | 4825 | 4850 | -25 |
| Gr. Bolds 60/70 | 6550 | 6600 | -50 |
| Gr. Javas 60/70 | 8000 | 8050 | -50 |
| Gr Javas 70/80 | 7800 | 7850 | -50 |
| Gr.Javas 80/90 | 7600 | 7650 | -50 |
| KardiSeed 2% Exp Qly | 3050 | 3025 | 25 |
| Sesame White 98/2/1 FM | 6000 | 6100 | -100 |
| Whitish 95/5/FFA/1FM | 5800 | 5900 | -100 |
| Brown 48/2 FFA/4 FM | 4950 | 5250 | -300 |
| Brown 48/3 FFA/4 FM | 4650 | 5100 | -450 |
| Brown 48/4 FM/* No FFA Guarantee | 4100 | 4450 | -350 |
| Sunflower Seed | 3925 | 3950 | -25 |
| Niger Seed (4% FM) | 7400 | 7200 | 200 |

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