

Oilseeds Domestic Fundamentals

- Dull trading activities influenced Soybean and Mustard Oil spot prices today. However, NCDEX Soybean prices gained and mustard future prices traded in mixed tone.
- Nafed has announced to close the procurement of groundnut now due to less availabilities of stocks in mandis. The agency procured around 668,486 tonnes of groundnut worth Rs 3,269 crore for the current season and is carrying over an inventory of around 300,000 tonnes worth around Rs 1,500 crore. Nafed officers stated that they will restart the sale of kharif 2017 and 2018 groundnut in Gujarat, Rajasthan, Uttar Pradesh and Madhya Pradesh on February 11, 2019. Current price of Groundnut in India is quoting 10% higher than current International prices.
- As per recent updates from DGCIS, Gujarat shipped total 1.79 lakh tonnes groundnut worth Rs. 1224 crore in April to November of the 2018/19 fiscal. The state may export lower size of groundnut to total 2.50 lakh tonnes during this end of this fiscal due to less competitive prices in domestic & global market. In 2017/18, Gujarat's shipment was recorded at 3.22 lakh tonnes (value at Rs. 2115 crore). Lowest volume of Gujarat's exports may reduce total groundnut exports volume of India for the season 2018/19.
- As per recent ministry report, Rabi Oilseeds crop normal sowing area for 2018/19 is down by 19% to 79.84 lakh Ha. in India as compared to 80.46 Lakh Ha. in 2017-18. So far, farmers have covered total 80.36 lakh Ha. Oilseed crops of Rabi season which is down by 3.24% against Normal Area record i.e. 83.05 lakh Ha. However, Rapeseed sowing area in 2018/19 stood at 69.12 Lakh Ha. as on 1st Feb 2019 which is higher by 2.1% from 66.98 Lakh Ha. in previous year (2017/18).
- The production estimates has been in the range of 102 to 115 lakh tons with one lobby saying production in the range of 102 to 104 lakh tons whereas the other lobby keeping production between 111 to 118 lakh tons. Traders expects the production estimates of India in the range of 105-110 lakh tons.
- Cold wave conditions were observed at isolated places over Odisha, East Rajasthan and Saurashtra & Kutch on one or two days during the week. Dense fog in isolated pockets very likely over Punjab, Haryana, Chandigarh & Delhi, West Uttar Pradesh and north Rajasthan. Thunderstorm accompanied with hailstorm and Gusty winds at isolated places very likely over Himachal Pradesh, Uttarakhand, Haryana, Chandigarh & Delhi, Uttar Pradesh, Chhattisgarh, Bihar, Jharkhand, West Bengal & Sikkim, Assam & Meghalaya and Arunachal Pradesh.

Oilseeds International Fundamentals

- CBOT soybean future prices traded lower on poor demand. Enough supplies from South America's harvest may curb major gain in the market. As per USDA recent report, China exported 2.603 million tonnes of soybeans during 2018/19 season. The soybeans will be delivered to China during the current marketing year, which ends on Aug. 31, 2019. Total 274,000 tonnes of U.S. soybean has been shipped to unknown destination also. China bought 60% of the 2017 U.S. soybean crop so far which is lower than previous year record due to trade tension between U.S and China.
- As per sources, the total crop of sunflower seed in Ukraine for 2018 is registered up by 15.7% to 14.16 MMT against last year supported by good yields and higher planting area. Soybean production was up 14.4% year-on-year at 4.46 MMT because of good yield despite down acreage by 12.8%. The total rapeseed crop harvested high by 25.1%, to 2.75 MMT in 2018 season due to higher planting area despite lower yield.
- As per Brokerage INTL FC Stone, Brazil's soybean crop is expected to touch the level of 112.2 million tonnes which is down by 4 million tonnes from last month due to hot and dry weather.
- Russia may stop buying soybean from Brazil due to high percentage use of pesticide especially of products using glyphosate. They will start purchasing once Brazil will stop using more volume of pesticide.
- Analysts globally expecting Brazil 2018/2019 Soybean Crop Forecast At 117 Mln Tns, 2 Pct Lower Vs Previous Year.
- **Outlook:** Soybean (plant delivery) prices may trade in lower side in absence of buyers. The Indore (Plant Delivery) prices are expected to start trading in the range of 3750 to 3800 in coming days. Mustard (42%) spot prices are expected to remain in between 4120 and 4155 per quintal in ahead of a day.



| Soybean Future Prices | | | | | | | | | |
|-----------------------|--------|--------|--------|------|--------------------|--------|---------|--------|---------|
| Contract | +/- | Open | High | Low | Close | Volume | Change | OI | Change |
| Feb-19 | 16 | 3753 | 3783 | 3717 | 3769 | 32950 | -18,480 | 37390 | -12,460 |
| Mar-19 | 14 | 3804 | 3825 | 3760 | 3818 | 48900 | -5,630 | 174160 | 2,290 |
| Apr-19 | 11 | 3845 | 3861 | 3809 | 3856 | 16500 | 5,400 | 78800 | 6,240 |
| Mustard Future Prices | | | | | | | | | |
| Feb-19 | -7 | 3944 | 3958 | 3912 | 3937 | 10380 | -6,180 | 4390 | -730 |
| Apr-19 | 9 | 3932 | 3954 | 3917 | 3941 | 14650 | -1,340 | 18650 | 1,450 |
| May-19 | -26 | 4000 | 3995 | 3959 | 3974 | 830 | 20 | 1770 | 260 |
| Soybean Basis - 75 | | | | | Mustard Basis- 222 | | | | |
| Spread | | | | | Spread | | | | |
| | Feb-19 | Mar-19 | Apr-19 | | | Feb-19 | Apr-19 | May-19 | |
| Feb-19 | 31 | | | | Feb-19 | 213 | | | |
| Mar-19 | | -18 | | | Apr-19 | | 209 | | |
| Apr-19 | | | -56 | | May-19 | | | 176 | |

| Soybean Stock Position & Fed: | | | | |
|-------------------------------|----------|------------|----------|----------|
| Stocks | Demat | In-Process | Total | FED |
| | 6-Feb-19 | 6-Feb-19 | 6-Feb-19 | 6-Feb-19 |
| Akola | 44091 | 1255 | 45346 | 43345 |
| Indore | 27141 | 240 | 27381 | 28145 |
| Kota | 20517 | 190 | 20707 | 23795 |
| Sagar | 2002 | 10 | 2012 | 1936 |
| Nagpur | 500 | 20 | 520 | 502 |

| Rapeseed Stock Position & Fed: | | | | |
|--------------------------------|----------|------------|----------|----------|
| Stocks | Demat | In-Process | Total | FED |
| | 6-Feb-19 | 6-Feb-19 | 6-Feb-19 | 6-Feb-19 |
| Sri Ganganagar | NA | NA | NA | NA |
| Bharatpur | NA | NA | NA | NA |
| Bikaner | NA | NA | NA | NA |
| Kota | 3149 | 0 | 3149 | 3763 |
| Jaipur | NA | NA | NA | NA |
| Alwar | 605 | 0 | 605 | 605 |
| Hapur | NA | NA | NA | NA |

Oilseed Prices at Key Spot Markets:

| Commodity / Centre | Prices (Rs/Qtl) | | | | Change |
|---|-----------------|-------------|------------|-------------|--------|
| | 7-Feb-19 | | 6-Feb-19 | | +/- |
| Soybean | Low | High | Low | High | |
| Indore –Plant | 3770 | 3800 | 3830 | 3860 | -60 |
| Indore–Mandi | 3700 | 3800 | 3750 | 3880 | -80 |
| Nagpur-Plant | 3850 | 3880 | 3850 | 3880 | Unch |
| Nagpur – Mandi | 3300 | 3670 | 3500 | 3690 | -20 |
| Latur – Mandi | Closed | Closed | 3400 | 3820 | NA |
| Akola – Mandi | 3300 | 3760 | 3300 | 3730 | 30 |
| Kota-Plant | 3650 | 3700 | 3850 | 3875 | -175 |
| Kota – Mandi | 3600 | 3650 | 3700 | 3750 | -100 |
| Bundi-Plant | 3600 | 3650 | 3800 | 3850 | -200 |
| Bundi-Mandi | 3500 | 3600 | 3620 | 3740 | -140 |
| Baran-Plant | 3650 | 3750 | 3800 | 3900 | -150 |
| Baran-Mandi | 3600 | 3675 | 3700 | 3775 | -100 |
| Bhawani Mandi Jhalawar–Plant | 3600 | 3700 | 3750 | 3850 | -150 |
| Jhalwar-Mandi | 3600 | 3700 | 3700 | 3800 | -100 |
| Rapeseed/Mustard | | | | | |
| Jaipur-(Condition) | 4145 | 4150 | 4165 | 4170 | -20 |
| Alwar-(Condition) | 3975 | 4000 | 4000 | 4025 | -25 |
| Sri Ganganagar-(Non-Condition) | 3500 | 3560 | 3500 | 3560 | Unch |
| New Delhi–(Condition) | 4050 | 4070 | 4065 | 4085 | -15 |
| Kota-(Condition) | 3700 | 3750 | 3700 | 3750 | Unch |
| Agra-(Condition) | 4450 | 4475 | 4450 | 4475 | Unch |
| Neewai-(Loose) | 3780 | 3830 | 3780 | 3830 | Unch |
| Hapur (UP)-(Condition) | 4075 | 4125 | 4075 | 4125 | Unch |
| Groundnut Seed | | | | | |
| Rajkot (Groundnut Bold) | 3200 | 4415 | 3215 | 4475 | -60 |
| Sunflower Seed | | | | | |
| Gulbarga | NA | NA | 3365 | 3725 | NA |
| Latur | NA | NA | NA | NA | NA |
| Sholapur | NA | 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 | 7-Feb-19 | 6-Feb-19 | +/- |
| Madhya Pradesh | 90000 | 90000 | Unch |
| Maharashtra | 125000 | 130000 | -5000 |
| Rajasthan | 35000 | 40000 | -5000 |
| Bundi (Raj) | 140 | 200 | -60 |
| Baran (Raj) | 1800 | 1900 | -100 |
| Jhalawar (Raj) | 2000 | 1700 | 300 |
| Rapeseed/Mustard | | | |
| Rajasthan | 25000 | 25000 | Unch |
| Alwar | 3000 | 2000 | 1000 |
| Sri Ganganagar | 40 | 40 | Unch |
| Kota | 1500 | 1500 | Unch |
| Groundnut Seed | | | |
| Rajkot (Gujarat) | 1300 | 1450 | -150 |
| Sunflower Seed | | | |
| Sholapur (Maharashtra) | NA | NA | NA |

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

| Oilseeds | 7-Feb 19 | 6-Feb-19 | Change |
|----------------------------------|----------|----------|--------|
| Groundnut Kernel | 4825 | 4825 | Unch |
| Gr. Bolds 60/70 | 6000 | 6000 | Unch |
| Gr. Javas 60/70 | 7300 | 7300 | Unch |
| Gr Javas 70/80 | 7000 | 7000 | Unch |
| Gr.Javas 80/90 | 6600 | 6600 | Unch |
| KardiSeed 2% Exp Qly | 4500 | 4500 | Unch |
| Sesame White 98/2/1 FM | 11000 | 11000 | Unch |
| Whitish 95/5/FFA/1FM | 10000 | 10000 | Unch |
| Brown 48/2 FFA/4 FM | 9800 | 9800 | Unch |
| Brown 48/3 FFA/4 FM | 9500 | 9500 | Unch |
| Brown 48/4 FM/* No FFA Guarantee | 9000 | 9000 | Unch |
| Sunflower Seed | 4300 | 4300 | Unch |
| Niger Seed (4% FM) | 5400 | 5400 | Unch |



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