

Oilseeds Domestic Fundamentals

- Mostly weak tone witnessed today in the soybean and Mustard seeds spot markets after sluggish trading activities. The pace of arrivals is also slow today. Exporters are slow in the markets on global cues.
- 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.
- 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.
- Average groundnut modal prices is expected to remain below MSP till Feb-March month. Groundnut MSP price for 2017/18 is set at 4450 Rs./100 kg. For 2018/19, MSP for groundnut is proposed at 4890 Rs./100kgs.
- 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).
- 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. Dense fog in isolated pockets very likely over Punjab, Haryana, Chandigarh & Delhi, West Uttar Pradesh and north Rajasthan. Cold day conditions in isolated pockets very likely over north Gujarat State and West Madhya Pradesh.

Oilseeds International Fundamentals

- CBOT soybean future prices declined on slow traders movements. Trade negotiations are not yet done or fulfilled with the quantities as promised between China and US as a result prices are not boosting up.
- As per recent WASDE supply and demand report, the output of Soybean in U.S. is estimated lower by 56 million to 4,544 million bushels for 2018/19. Total harvested area is estimated down at 88.1 million acres against the last year report. Yield is estimated at 51.6 bushels per acre, down 0.5 bushels on account of major reductions for North Dakota, South Dakota, and Nebraska. While, crushing soybean projection is placed high by 10 million bushels to 2,090 million. Soybean meal production is unchanged as the higher crush is offset by a lower extraction rate. Lower supplies and increased crush are partly offset with a 25-million-bushel reduction in exports. Ending stocks are projected at 910 million bushels, down 45 million from the previous forecast.
- The pace of soybean harvest is high so far of this season in Parana (the second largest producing state of Brazil) against last year record. Analysts globally expecting Brazil 2018/2019 Soybean Crop Forecast At 117 Mln Tns, 2 Pct Lower Vs Previous Year.
- 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.
- **Outlook:** Soybean (plant delivery) prices are likely to trade in steady to slight firm tone. The Indore (Plant Delivery) prices are expected to start trading in the range of 3750 to 3850 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	-9	3757	3780	3732	3748	40760	7,810	18400	-18,990
Mar-19	-37	3808	3815	3762	3771	58350	9,450	180160	6,000
Apr-19	-34	3844	3850	3803	3810	10720	-5,780	79660	860
Mustard Future Prices									
Feb-19	-39	3944	3958	3912	3937	10720	340	79660	75,270
Apr-19	-16	3932	3954	3917	3941	7580	-7,070	2050	-16,600
May-19	-8	4000	3995	3959	3974	8610	7,780	19280	17,510
Soybean Basis -92					Mustard Basis- 203				
Spread					Spread				
	Feb-19	Mar-19	Apr-19			Feb-19	Apr-19	May-19	
Feb-19	92				Feb-19	203			
Mar-19		69			Apr-19		199		
Apr-19			30		May-19			166	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	8-Feb-19	8-Feb-19	8-Feb-19	8-Feb-19
Akola	44898	1381	46279	43345
Indore	27381	0	27381	28145
Kota	20577	170	20747	23795
Sagar	2002	10	2012	1936
Nagpur	500	20	520	502

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	8-Feb-19	8-Feb-19	8-Feb-19	8-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
Soybean	9-Feb-19		7-Feb-19		+/-
	Low	High	Low	High	
Indore –Plant	3800	3850	3825	3840	10
Indore–Mandi	3700	3800	3725	3825	-25
Nagpur-Plant	3850	3900	3850	3880	20
Nagpur – Mandi	3300	3700	3300	3680	20
Latur – Mandi	3350	3790	Closed	Closed	NA
Akola – Mandi	3300	3675	3450	3740	-65
Kota-Plant	3700	3750	3750	3800	-50
Kota – Mandi	3650	3700	3700	3720	-20
Bundi-Plant	3700	3750	3700	3750	Unch
Bundi-Mandi	3650	3690	3600	3700	-10
Baran-Plant	3700	3750	3730	3800	-50
Baran-Mandi	3600	3640	3700	3750	-110
Bhawani Mandi Jhalawar–Plant	3750	3800	3700	3800	Unch
Jhalwar-Mandi	3600	3750	3650	3750	
Rapeseed/Mustard					
Jaipur-(Condition)	4130	4135	4135	4140	-5
Alwar-(Condition)	3900	3950	3975	4000	-50
Sri Ganganagar-(Non-Condition)	3550	3570	3550	3625	-55
New Delhi–(Condition)	4025	4050	4050	4070	-20
Kota-(Condition)	3600	3750	3600	3700	50
Agra-(Condition)	4350	4400	4450	4475	-75
Neewai-(Loose)	3800	3900	3780	3830	70
Hapur (UP)-(Condition)	4000	4050	4075	4125	-75
Groundnut Seed					
Rajkot (Groundnut Bold)	3190	4405	3175	4405	Unch
Sunflower Seed					
Gulbarga	3350	3650	3350	3678	-28
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	8-Feb-19	7-Feb-19	+/-
Madhya Pradesh	50000	90000	-40000
Maharashtra	100000	125000	-25000
Rajasthan	40000	35000	5000
Bundi (Raj)	100	140	-40
Baran (Raj)	2000	2200	-200
Jhalawar (Raj)	1500	1600	-100
Rapeseed/Mustard			
Rajasthan	25000	25000	Unch
Alwar	2000	3000	-1000
Sri Ganganagar		70	-70
Kota	2000	1400	600
Groundnut Seed			
Rajkot (Gujarat)	850	1100	-250
Sunflower Seed			
Sholapur (Maharashtra)	30	32	-2

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

Oilseeds	9-Feb 19	8-Feb-19	Change
Groundnut Kernel	4800	4825	-25
Gr. Bolds 60/70	6050	6000	50
Gr. Javas 60/70	7350	7300	50
Gr Javas 70/80	7050	7000	50
Gr.Javas 80/90	6650	6600	50
KardiSeed 2% Exp Qly	4500	4500	Unch
Sesame White 98/2/1 FM	11200	11000	200
Whitish 95/5/FFA/1FM	10200	10000	200
Brown 48/2 FFA/4 FM	10000	9800	200
Brown 48/3 FFA/4 FM	9600	9500	100
Brown 48/4 FM/* No FFA Guarantee	9000	9000	Unch
Sunflower Seed	4300	4300	Unch
Niger Seed (4% FM)	5500	5400	100



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