

Oilseeds Domestic Fundamentals

- Oilseed complex featured ups and downs movement today. The volume of arrivals for soybeans and Mustard seeds may increase as higher stock availability may pull down prices again. Therefore, some of stockiest want to release their holding stocks at the current market prices. Mustard prices in Jaipur declined amid higher supplies as traders are in view further more fall in prices due to higher crop estimates.
- As per sources, Soybean production of India may rise by 38% to 11.48 million tons this year against 8.36 million tonnes in last year record as supported by better yield, favorable weather condition in the major soybean crop growing states like Madhya Pradesh, Maharashtra and Rajasthan. As per Soybean Processors' Association (SOPA) estimates, Soybean acreage rose to 10.48 million hectares compared to 10.16 million hectares in the last season. Average yield jumped by 29 per cent to 1059 kg per hectare for the current harvesting season from 823 kg per hectare in the previous season. Soybean production in Madhya Pradesh may inch up by 41% to 5.92 million tonnes for the current season from 4.2 million tonnes last year. Total yield in the state is estimated to rise by 30.5 per cent to 1094 kg per hectare for the current season from 838 kg from the previous season.
- As per recent ministry report, Rabi Oilseeds crop sowing area in 2018/19 season stood slightly down by 0.6% to 80.40 lakh Ha. in India as compared to 80.98 Lakh Ha. in 2017-18. Currently, farmers have covered total 80.36 lakh Ha. normal area as on 8th Feb 2019. However, Rapeseed sowing area of this year is recorded higher by 2.3% to 69.37 Lakh Ha. against 67.06 Lakh Ha. in last year.
- During the week, rainfall was below Long Period Average (LPA) by 48 % over the country as a whole. For the country as a whole, cumulative rainfall during winter season 2019 (1January to 6 February, 2019) was below LPA by 48% over the country as a whole.
- 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.

Oilseeds International Fundamentals

- CBOT soybean future prices improved today. However, China is remain slow to buy U.S. Soybean which may weigh on CBOT prices.
- As per USDA recent report, Soybean stocks in U.S. increased at 3.736 billion as on Dec. 1, 2018 as compares with 3.161 billion bushels in previous year due to earlier trade war between the United States and China. As a result USDA expects ample rise quantity of ending stocks further. Soybean export forecast is lowered by 25 million bushels, to 1.875 billion for 2018/19 due to less buying activities of China. USDA lowered its U.S. Soybean crop forecast for 2018/19 to 4.54 billion bushels from its previous estimates of 4.60 billion bushels.
- 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.
- 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 weak tone. The Indore (Plant Delivery) prices are expected to start trading in the range of 3740 to 3830 in coming day. Mustard (42%) spot prices are expected to trade in between 4100 and 4130 per quintal in ahead of a day.

Soybean Future Prices									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-19	-36	3744	3751	3692	3708	20510	-20,250	7490	-10,910
Mar-19	-51	3778	3778	3715	3727	48480	-9,870	183030	2,870
Apr-19	-53	3820	3815	3754	3767	9790	-930	80690	1,030
Mustard Future Prices									
Feb-19	-52	3902	3894	3830	3850	2930	-7,790	1140	-78,520
Apr-19	+6	3928	3945	3905	3934	12490	4,910	18720	16,670
May-19	+5	3962	3978	3952	3967	170	-8,440	1800	-17,480
Soybean Basis -117					Mustard Basis- 280				
Spread					Spread				
	Feb-19	Mar-19	Apr-19			Feb-19	Apr-19	May-19	
Feb-19	117				Feb-19	280			
Mar-19		98			Apr-19		196		
Apr-19			58		May-19			163	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	9-Feb-19	9-Feb-19	9-Feb-19	9-Feb-19
Akola	45721	1254	46975	43345
Indore	26634	0	26634	28145
Kota	20637	170	20807	23795
Sagar	2002	51	2053	1936
Nagpur	500	20	520	502

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	9-Feb-19	9-Feb-19	9-Feb-19	9-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	11-Feb-19		9-Feb-19		+/-
	Low	High	Low	High	
Indore –Plant	3775	3825	3800	3850	-25
Indore–Mandi	3725	3800	3700	3800	Unch
Nagpur-Plant	3800	3850	3850	3900	-50
Nagpur – Mandi	3400	3680	3300	3700	-20
Latur – Mandi	3670	3780	3350	3790	-10
Akola – Mandi	3300	3670	3300	3675	-5
Kota-Plant	3750	3800	3700	3750	50
Kota – Mandi	3600	3700	3650	3700	Unch
Bundi-Plant	3750	3800	3700	3750	50
Bundi-Mandi	3500	3710	3650	3690	20
Baran-Plant	3700	3725	3700	3750	-25
Baran-Mandi	3600	3650	3600	3640	10
Bhawani Mandi Jhalawar–Plant	3750	3800	3750	3800	Unch
Jhalwar-Mandi	3600	3725	3600	3750	-25
Rapeseed/Mustard					
Jaipur-(Condition)	4125	4130	4130	4135	-5
Alwar-(Condition)	3900	3950	3900	3950	Unch
Sri Ganganagar-(Non-Condition)	3500	3570	3550	3570	Unch
New Delhi–(Condition)	4030	4060	4025	4050	10
Kota-(Condition)	3700	3800	3600	3750	50
Agra-(Condition)	4250	4300	4350	4400	-100
Neewai-(Loose)	3700	3760	3800	3900	-140
Hapur (UP)-(Condition)	4000	4050	4000	4050	Unch
Groundnut Seed					
Rajkot (Groundnut Bold)	3175	4405	3190	4405	Unch
Sunflower Seed					
Gulbarga	3355	3680	3350	3650	330
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	11-Feb-19	9-Feb-19	+/-
Madhya Pradesh	80000	50000	30000
Maharashtra	125000	100000	25000
Rajasthan	35000	40000	-5000
Bundi (Raj)	140	100	40
Baran (Raj)	1300	2000	-700
Jhalawar (Raj)	1400	1500	-100
Rapeseed/Mustard			
Rajasthan	50000	25000	25000
Alwar	3000	2000	1000
Sri Ganganagar	50	25000	-24950
Kota	2000	2000	Unch
Groundnut Seed			
Rajkot (Gujarat)	900	850	50
Sunflower Seed			
Sholapur (Maharashtra)	38	30	8

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

Oilseeds	11-Feb 19	9-Feb-19	Change
Groundnut Kernel	4800	4800	Unch
Gr. Bolds 60/70	6000	6050	-50
Gr. Javas 60/70	7300	7350	-50
Gr Javas 70/80	7000	7050	-50
Gr.Javas 80/90	6600	6650	-50
KardiSeed 2% Exp Qly	4500	4500	Unch
Sesame White 98/2/1 FM	11200	11200	Unch
Whitish 95/5/FFA/1FM	10200	10200	Unch
Brown 48/2 FFA/4 FM	10000	10000	Unch
Brown 48/3 FFA/4 FM	9500	9600	-100
Brown 48/4 FM/* No FFA Guarantee	9000	9000	Unch
Sunflower Seed	4300	4300	Unch
Niger Seed (4% FM)	5500	5500	Unch



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