

Oilseeds Domestic Fundamentals

- Steady to firm tone witnessed in Oilseed complex today on improved buying activities. NCDEX prices of Soybean and Mustard shows ups and downs movement today. Soybean is looking for fresh fundamentals. Poultry farmers are jacking up for the Holi demand.
- As per recent updates, GSCSL (Gujarat State Civil Supplies Corporation Limited) procured total 4.25 lakh tonnes of Groundnut from 2.10 lakh farmers of the state at the cost of Rs. 2127 crore. The operation of procurement of groundnut from farmers by the central government under price support scheme (PSS) ended in Gujarat on 12th Feb 2019.
- Maharashtra may cover 36.39 lakh ha. area of Soybean crop in this year as per SOPA estimates. The estimate is down by 10% from government estimates of 40.43 lakh Ha area. Soybean production of the state may increase by 32% to 38.4 lakh tonnes in this year.
- 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.

Oilseeds International Fundamentals

- CBOT soybean future prices firmed on Tuesday. It is almost 1% higher as buyers are active after positive clues for U.S trade agreement with China.
- As per Agribusiness consultancy AgRural, Brazil may produce Soybean crop at 112.5 million tonnes in 2018/19 which is lower than its previous forecast i.e. 116.9 million tonnes due to continue dry spell in the country.
- As per USDA recent report, Output of Oilseed for the World is forecast lower at 593.3 million tons due to major decline in Soybean production. Soybean production may fall by 8.2 million tons to 361.0 million in 2018/19. Total soybean imports are expected to down by 1.0 million with a reduced forecast for China offsetting an increase in Argentina. Soybean exports are down 1.7 million after lower exports volume from Brazil, United States, Uruguay, and Paraguay. The U.S. season-average farm price for soybeans is projected unchanged at \$8.60 per bushel. U.S. soybean export bids in January 2019, FOB Gulf, averaged \$346/ton, up \$5 from December and \$17 from November. In comparison, Brazil Paranagua averaged \$349/ton, down \$3 from December and \$34 from November.
- For the week ending December 27, 2018, U.S. 2018/19 soybean export commitments (outstanding sales plus accumulated exports) to China totaled 4.3 million tons compared to 24.5 million a year ago. Total commitments to the world were 31.0 million tons, compared to 41.1 million for the same period last year. Accumulated soybean exports were at 16.9 million tons, 40 percent below the same period last year. Accumulated soybean exports to China were at 341,000 tons, 19.2 million tons less compared to last year. Shipments to the rest of the world were at 16.6 million tons, 7.8 million above the last marketing year for the same period.
- 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.

Outlook: Soybean (plant delivery) prices are likely to trade in steady to weak tone. The Indore (Plant Delivery) prices are expected to trade in the range of 3700 to 3790 in coming day. Mustard (42%) spot prices are expected to trade steady zone 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	15	3726	3735	3732	3734	840	1620	7490	5,410
Mar-19	-3	3745	3774	3740	3745	26070	181910	183030	370
Apr-19	-1	3781	3813	3782	3785	6100	81280	80690	-350
Mustard Future Prices									
Feb-19	+9.00	3840	3850	3830	3850	90	70	980	-90
Apr-19	-7.00	3918	3930	3905	3915	9740	2,230	19330	200
May-19	-8.00	3961	3952	3943	3950	440	270	1730	-40
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		215		
Apr-19			58		May-19			180	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	12-Feb-19	12-Feb-19	12-Feb-19	12-Feb-19
Akola	46974	919	47893	46488
Indore	25176	91	25267	26129
Kota	20808	20	20828	20807
Sagar	2043	0	2043	2044
Nagpur	500	20	520	500

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	12-Feb-19	12-Feb-19	12-Feb-19	12-Feb-19
Sri Ganganagar	NA	NA	NA	NA
Bharatpur	NA	NA	NA	NA
Bikaner	NA	NA	NA	NA
Kota	3149	0	3149	3149
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	13-Feb-19		12-Feb-19		+/-
	Low	High	Low	High	
Indore –Plant	3775	3825	3750	3810	50
Indore–Mandi	3650	3750	3550	3700	-50
Nagpur-Plant	3750	3800	3800	3850	-40
Nagpur – Mandi	3350	3640	3400	3680	-10
Latur – Mandi	3430	3720	3500	3730	NR
Akola – Mandi	NR	NR	NR	NR	100
Kota-Plant	3800	3850	3700	3750	100
Kota – Mandi	3650	3750	3550	3650	25
Bundi-Plant	3775	3825	3750	3800	50
Bundi-Mandi	3650	3740	3600	3690	50
Baran-Plant	3700	3750	3650	3700	Unch
Baran-Mandi	3550	3640	3575	3640	30
Bhawani Mandi Jhalawar–Plant	3730	3780	3700	3750	60
Jhalwar-Mandi	3600	3700	3550	3640	15
Rapeseed/Mustard					
Jaipur-(Condition)	4125	4130	4125	4130	Unch
Alwar-(Condition)	3950	4000	3950	4000	Unch
Sri Ganganagar-(Non-Condition)	3500	3570	3500	3525	45
New Delhi–(Condition)	4040	4060	4040	4060	Unch
Kota-(Condition)	3650	3700	3650	3700	Unch
Agra-(Condition)	4150	4200	4150	4200	Unch
Neewai-(Loose)	3700	3780	3700	3780	Unch
Hapur (UP)-(Condition)	3950	4000	3950	4000	Unch
Groundnut Seed					
Rajkot (Groundnut Bold)	3250	4425	3225	4410	15
Sunflower Seed					
Gulbarga	3450	3700	3355	3685	15
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	13-Feb-19	12-Feb-19	+/-
Madhya Pradesh	80000	70000	10000
Maharashtra	120000	125000	-5000
Rajasthan	35000	30000	5000
Bundi (Raj)	10	10	Unch
Baran (Raj)	1000	1500	-500
Jhalawar (Raj)	1000	1000	Unch
Rapeseed/Mustard			
Rajasthan	25000	25000	Unch
Alwar	2000	2000	Unch
Sri Ganganagar	50	10	40
Kota	1600	1500	100
Groundnut Seed			
Rajkot (Gujarat)	1370	1350	20
Sunflower Seed			
Sholapur (Maharashtra)	22	35	-13

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

Oilseeds	13-Feb 19	12-Feb-19	Change
Groundnut Kernel	4800	4800	Unch
Gr. Bolds 60/70	6100	6000	100
Gr. Javas 60/70	7400	7300	100
Gr Javas 70/80	7100	7000	100
Gr.Javas 80/90	6700	6600	100
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	9500	Unch
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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