

Oilseeds Domestic Fundamentals

- Soybean prices featured mixed trend amid higher supplies and improved demand today. All India mustard seed arrivals stood up by 10,000 bags to 115,000 bags against 105,000 bags as most of the traders are releasing their holding stocks at the current market prices. NCDEX Soybean and Mustard prices declined on lower volume today.
- 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 15th 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.
- 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.

Oilseeds International Fundamentals

- CBOT soybean future prices declined on sluggish demand. CBOT soybeans had faced double-digit losses during the previous session amid massive fund selling.
- Trade talks between China and U.S. may delay up to March 1, 2019. Relatively, reducing demand of animal feed on account of rising African swine fever (an incurable pig disease) in China may decline imports of Soybean in the country. China crushes millions of tonnes of imported soybeans each year to produce soymeal to feed its huge livestock herd. As per sources, China has imported total 7.38 million tonnes of soybeans in January 2019 with a decline of 13 percent from previous year record i.e. 8.48 million tonnes due to hefty duty imposed on shipment from the United States. However, import volume is up by 29% from 5.72 million tonnes in December 2018 as some of cargoes delayed in December cleared customs in January. It was the Brazilian beans. As on 29th Jan 2019, China's national weekly Soybean stocks are recorded down at 6.19 million tonnes against a record high in October 2018, however, it is up from last year January levels.
- As per Agribusiness consultancy AgRural, Brazil has harvested 36% of the planted soybean area for 2018/19 season. Farmers finished 19% higher crop harvesting from previous year record supported by dry and hot weather. Beans quality are good as of now. 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. While, farmers of Brazil expect crop size at 114.6 million tonnes lower from 119.3 million tonnes in the last crop year as dryness and excessive heat in key planting regions from December 2018 affected development of the beans in the filling stage.
- According to National Oilseed Processors Association (NOPA), U.S. January soybean crush fell marginally 171.630 million bushels from 171.759 million bushels in December 2018. Crush of soybean in January was higher by 5.22 percent compared to January 2018 figure of 163.111 million bushels. Soy oil stocks in U.S. at the end of January rose 3.41 percent to 1.594 billion lbs compared to 1.498 billion lbs in end December 2018. Stocks of soy oil in end January was lower by 10.36 percent compared to end January 2018, which was reported at 1.728 million lbs.

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 3750 to 3890 in coming day. Mustard (42%) spot prices are expected to trade steady to weak tone between 4090 and 4145 per quintal in ahead of a day.

Soybean Future Prices									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-19	-16	3796	3808	3770	3780	23190	-8,210	175940	1,390
Apr-19	-18	3840	3850	3813	3822	5300	-2,770	83960	50
May-19	-18	3840	3850	3813	3822	5300	-2,770	83960	50
Mustard Future Prices									
Apr-19	-10	3922	3928	3903	3912	11960	-2,170	21970	710
May-19	-8	3958	3960	3940	3950	160	-330	2200	Unch
June-19	-8	3958	3960	3940	3950	160	-330	2200	Unch
Soybean Basis -57					Mustard Basis- 207				
Spread					Spread				
	Mar-19	Apr-19	May-19			Apr-19	May-19	June-19	
Mar-19	20				Apr-19	218			
Apr-19		-22			May-19		180		
May-19			-22		June-19			180	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	19-Feb-19	19-Feb-19	19-Feb-19	19-Feb-19
Akola	49068	445	49513	48605
Indore	22903	0	22903	22893
Kota	20320	20	20340	20349
Sagar	2297	0	2297	2237
Nagpur	401	0	401	400

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	19-Feb-19	19-Feb-19	19-Feb-19	19-Feb-19
Sri Ganganagar	NA	NA	NA	NA
Bharatpur	NA	NA	NA	NA
Bikaner	NA	NA	NA	NA
Kota	1772	0	1772	3149
Jaipur	NA	NA	NA	NA
Alwar	524	0	524	524
Hapur	NA	NA	NA	NA

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	20-Feb-19		19-Feb-19		+/-
	Low	High	Low	High	
Indore –Plant	3750	3800	3800	3850	-50
Indore–Mandi	3650	3750	3700	3800	-50
Nagpur-Plant	3780	3825	3750	3800	25
Nagpur – Mandi	3400	3680	3350	3650	30
Latur – Mandi	3200	3755	Closed	Closed	NA
Akola – Mandi	3200	3655	NR	NR	NA
Kota-Plant	3725	3800	3700	3775	25
Kota – Mandi	3570	3700	3570	3700	Unch
Bundi-Plant	3700	3750	3700	3750	Unch
Bundi-Mandi	3550	3660	3550	3660	Unch
Baran-Plant	3750	3800	3750	3800	Unch
Baran-Mandi	3600	3670	3615	3675	-5
Bhawani Mandi Jhalawar–Plant	3750	3800	3800	3850	-50
Jhalwar-Mandi	3600	3750	3700	3800	-50
Rapeseed/Mustard					
Jaipur-(Condition)	4125	4130	4120	4125	5
Alwar-(Condition)	3950	4000	3950	4000	Unch
Sri Ganganagar-(Non-Condition)	3500	3550	3500	3525	25
New Delhi–(Condition)	3980	3990	3990	4000	-10
Kota-(Condition)	3600	3650	3600	3650	Unch
Agra-(Condition)	3976	4200	4125	4175	25
Neewai-(Loose)	3740	3820	3740	3820	Unch
Hapur (UP)-(Condition)	3950	4000	3950	4000	Unch
Groundnut Seed					
Rajkot (Groundnut Bold)	3300	4350	3310	4375	-25
Sunflower Seed					
Gulbarga	3412	3750	3458	3716	34
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		19-Feb-19	+/-
Madhya Pradesh	75000	20000	55000
Maharashtra	100000	60000	40000
Rajasthan	35000	15000	20000
Bundi (Raj)	12	12	Unch
Baran (Raj)	1500	1000	500
Jhalawar (Raj)	700	600	100
Rapeseed/Mustard			
Rajasthan	20000	20000	Unch
Alwar	2500	3000	-500
Sri Ganganagar	40	10	30
Kota	2000	2000	Unch
Groundnut Seed			
Rajkot (Gujarat)	1450	1050	400
Sunflower Seed			
Sholapur (Maharashtra)	NA	Closed	NA

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

Oilseeds	20-Feb-19	19-Feb-19	Change
Groundnut Kernel	4800	Unq	Unq
Gr. Bolds 60/70	6050	Unq	Unq
Gr. Javas 60/70	7350	Unq	Unq
Gr Javas 70/80	7050	Unq	Unq
Gr.Javas 80/90	6650	Unq	Unq
KardiSeed 2% Exp Qly	4400	Unq	Unq
Sesame White 98/2/1 FM	11200	Unq	Unq
Whitish 95/5/FFA/1FM	10200	Unq	Unq
Brown 48/2 FFA/4 FM	10000	Unq	Unq
Brown 48/3 FFA/4 FM	9500	Unq	Unq
Brown 48/4 FM/* No FFA Guarantee	9000	Unq	Unq
Sunflower Seed	4300	Unq	Unq
Niger Seed (4% FM)	5500	Unq	Unq

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