

Oilseeds Domestic Fundamentals

- Steady to weak tone are witnessed in Oilseed complex today on account of lackluster trading activities. All India mustard seed arrivals are registered higher at 315000 bags against 265000 bags in previous day. Sufficient supplies are curbing mustard seed prices to rise. New Mustard crop of this season has started to enter in the market. In view of traders, quality of seeds are good as of now.
- As per recent SEA released data, Rapeseed mustard production is likely to increase by 19% to 8.5 million tonnes in 2018/19 supported by good weather condition compared to previous year record. Farmers have covered higher areas under planting on account of higher seed prices. Rapeseed mustard is the main winter-sown oilseed in India. Higher production estimates may limit India to import edible oil from other countries. Good rainfall at flowering and maturity stage helped for better yield. So far, Farmers have harvested around 20 to 25% of rapeseed crop of this season and the remaining will be harvested in 3 to 4 weeks. India buys palm oil from Indonesia and Malaysia, Soy oil from Argentina and Brazil, sunflower oil from Ukraine and canola oil from Canada. SEA expects higher Rapeseed crop estimates in Rajasthan at 3.37 million tonnes, Madhya Pradesh at 1.01 million tonnes and Uttar Pradesh at 1.49 million tonnes for 2018/19 followed by better yield and higher acreage.
- The ongoing fairly widespread/widespread rainfall with isolated thundersqualls, hailstorms & lightning are very likely to continue over northeastern states during next 24 hours and decrease thereafter.
- 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 went slightly up amid unclear picture of U.S. and China trade deal. New Brazilian soybean crop started to enter in the market which may reduce U.S. soybean demand. As per USDA report, China has imported total 7.4 million tonnes of U.S. Soybean so far in this year which is lower from 26 million tonnes in last year record. African swine fever in China has also reduced the demand for Soybean there.
- As per sources, China has imported total 135,814 tonnes of soybeans in January 2019 higher by 95% against 69,298 tonnes in December 2018 due to hefty duty imposed on shipment from the United States. However, it is down from 5.82 million tonnes in previous year record. China imported 4.93 million tonnes of Brazilian soybeans in January which is almost double from previous year volume i.e. 2.07 million tonnes.
- According to recent USDA export sales data, U.S. sold total 6.5 million tonnes Soybean for 2018/19 delivery during the six weeks ended Feb 14, 2019. That was an average of 1.09 million tonnes per week, well ahead of the weekly average of 688,000 tonnes observed between September and December 2018. However, it is lower by 17 percent during the same period of time in last year because of long trade war of U.S. and China. Currently, U.S. traders are holding about 14.1 million tonnes of Soybean further to sell by Aug. 31, 2019 and it should cover average sales of 500,000 tonnes per week going forward.
- Farmers in Brazil have harvested about 45 percent of fields as on 25th Feb 2019 for the 2018/19 season followed by good supportive weather condition in top state Mato Grosso. It is higher almost 20% against last year record at the same time period and 27% higher compared to last 5 years records. In Mato Grosso, farmers have harvested about 80% of fields.

Outlook: Soybean (plant delivery) prices are likely to trade in steady to weak tone on higher supplies. The Indore (Plant Delivery) prices are expected to trade in the range of 3600 to 3800 in coming day. Mustard (42%) spot prices are expected to trade steady to weak tone between 3950 and 4100 per quintal in ahead of a day.

Soybean Future Prices									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Apr-19	-19	3700	3714	3674	3680	44510	0	99920	-57,700
May-19	-33	3743	3760	3718	3728	28740	0	71060	-21,670
June-19	-10	3781	3806	3768	3781	16610	NA	5790	NA
Mustard Future Prices									
Apr-19	-16	3847	3847	3822	3824	10540	-5,450	22180	-850
May-19	-18	3862	3865	3851	3854	1330	-460	5180	90
June-19	Unch	3910	3920	3900	3910	10	NA	50	NA
Soybean Basis -30					Mustard Basis- 176				
Spread					Spread				
	Apr-19	May-19	June-19			Apr-19	May-19	June-19	
Mar-19	-30				Apr-19	176			
Apr-19		-78			May-19		146		
May-19			-131		June-19			90	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	27-Feb-19	27-Feb-19	27-Feb-19	27-Feb-19
Akola	49999	814	50813	49908
Indore	19935	0	19935	20896
Kota	19204	51	19255	19184
Sagar	2338	0	2338	2329
Nagpur	401	0	401	400

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	27-Feb-19	27-Feb-19	27-Feb-19	27-Feb-19
Sri Ganganagar	NA	NA	NA	NA
Bharatpur	NA	NA	NA	NA
Bikaner	NA	NA	NA	NA
Kota	20	0	20	20
Jaipur	NA	NA	NA	NA
Alwar	20	0	20	20
Hapur	NA	NA	NA	NA

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	28-Feb-19		27-Feb-19		+/-
	Low	High	Low	High	
Indore –Plant	3650	3700	3650	3700	Unch
Indore–Mandi	3600	3650	3550	3580	70
Nagpur-Plant	3720	3750	3750	3780	-30
Nagpur – Mandi	3300	3560	3300	3600	-40
Latur – Mandi	NR	NR	NR	NR	NA
Akola – Mandi	NR	NR	NR	NR	NA
Kota-Plant	3625	3700	3625	3700	Unch
Kota – Mandi	3550	3600	3550	3600	Unch
Bundi-Plant	3650	3700	3650	3700	Unch
Bundi-Mandi	3500	3600	3500	3600	Unch
Baran-Plant	3750	3800	3750	3800	Unch
Baran-Mandi	3550	3620	3550	3620	Unch
Bhawani Mandi Jhalawar–Plant	3600	3700	3600	3700	Unch
Jhalwar-Mandi	3500	3640	3500	3640	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	4000	4005	4015	4020	-15
Alwar-(Condition)	3850	3900	3850	3900	Unch
Sri Ganganagar-(Non-Condition)	Closed	Closed	Closed	Closed	Closed
New Delhi–(Condition)	3885	3900	3890	3910	-10
Kota-(Condition)	3500	3600	3570	3640	Unch
Agra-(Condition)	3950	4000	3950	4000	Unch
Neewai-(Loose)	3690	3770	3700	3780	Unch
Hapur (UP)-(Condition)	3550	3650	3550	3650	Unch
Groundnut Seed					
Rajkot (Groundnut Bold)	3400	4450	3450	4505	-55
Sunflower Seed					
Gulbarga	NA	NA	NA	NA	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	28-Feb-19	27-Feb-19	+/-
Madhya Pradesh	65000	75000	-10000
Maharashtra	90000	90000	Unch
Rajasthan	35000	35000	Unch
Bundi (Raj)	80	80	Unch
Baran (Raj)	1000	800	200
Jhalawar (Raj)	1200	900	300
Rapeseed/Mustard			
Rajasthan	40000	40000	Unch
Alwar	8000	8000	Unch
Sri Ganganagar	Closed	Closed	Unch
Kota	5000	5000	Unch
Groundnut Seed			
Rajkot (Gujarat)	1715	1345	370
Sunflower Seed			
Sholapur (Maharashtra)	18	NA	NA

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

Oilseeds	28-Feb-19	27-Feb-19	Change
Groundnut Kernel	4850	4850	Unch
Gr. Bolds 60/70	6350	6250	100
Gr. Javas 60/70	7600	7500	100
Gr Javas 70/80	7300	7200	100
Gr.Javas 80/90	6900	6800	100
KardiSeed 2% Exp Qly	4400	4400	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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