

Oilseeds Domestic Fundamentals

- Steady to weak tone are extended in Oilseed complex today on lower demand. All India mustard seed arrivals are registered down today at 300000 bags against 315000 bags in previous day on lower prevailing Mustard prices. NCDEX Soybean and Mustard prices closed on higher side today due to speculators buying activities.
- Scattered to fairly widespread rainfall activity likely over northeast and east India mainly on 4th and 5th March with isolated thunderstorms /hailstorms with gusty winds likely over Bihar, Jharkhand, West Bengal, North Odisha, Assam & Meghalaya and Nagaland, Manipur, Mizoram & Tripura.
- 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.
- 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 declined against heavy supplies in the market. Unseasonal rain in Argentina helped to improve standing Soy crop. Argentina is likely to grow 53 million tonnes of Soybean for 2018/19 season. Harvesting can be started in next month. New Brazilian soybean crop started to enter in the market which may reduce U.S. soybean demand.
- According to recent USDA export sales data, U.S. sold total 2.1 million tonnes Soybean for 2018/19 delivery during the weeks ended Feb 21, 2019. As per Reuters, U.S. soybean crushing may stand total at 5.480 million short tons, or 182.7 million bushels. Estimates ranged from 180.6 million bushels to 183.4 million bushels, with a median of 183.1 million bushels. The figure is down from a 183.6 million-bushel crush in December 2018 but above the January 2018 crush of 174.6 million bushels. As per NOPA, the members have processed 171.630 million bushels of soybeans in January 2019 for crushing which is down from 171.759 million in December 2018 but still the biggest ever for the first month of the year.
- 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.
- 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 3850 in coming day. Mustard (42%) spot prices are expected to trade steady to weak tone between 3850 and 4000 per quintal in ahead of a day.

Soybean Future Prices									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Apr-19	+31	3673	3707	3659	3692	39770	-4,740	124020	24,100
May-19	+32	3720	3763	3719	3748	4180	-24,560	70110	-950
June-19	0	3780	3780	3780	3780	1840	-14,770	7340	1,550
Mustard Future Prices									
Apr-19	+13	3828	3849	3818	3840	12490	1,950	21160	-1,020
May-19	+13	3849	3875	3849	3867	1920	590	5130	-50
June-19	0	3881	3881	3881	3881	10	0	50	0
Soybean Basis -30					Mustard Basis- 176				
Spread					Spread				
	Apr-19	May-19	June-19			Apr-19	May-19	June-19	
Mar-19	-42				Apr-19	160			
Apr-19		-98			May-19		133		
May-19			-130		June-19			119	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	28-Feb-19	28-Feb-19	28-Feb-19	28-Feb-19
Akola	50120	1075	51195	49908
Indore	19935	0	19935	20896
Kota	19235	50	19285	19184
Sagar	2338	0	2338	2329
Nagpur	401	0	401	400

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	28-Feb-19	28-Feb-19	28-Feb-19	28-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	1-Mar-19		28-Feb-19		+/-
	Low	High	Low	High	
Indore –Plant	3650	3700	3650	3700	Unch
Indore–Mandi	3600	3650	3600	3650	Unch
Nagpur-Plant	3720	3750	3720	3750	Unch
Nagpur – Mandi	3200	3540	3300	3560	-20
Latur – Mandi	NR	NR	NR	NR	NR
Akola – Mandi	NR	NR	NR	NR	NR
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	3670	3700	3750	3800	-100
Baran-Mandi	3480	3570	3550	3620	-50
Bhawani Mandi Jhalawar–Plant	3500	3600	3600	3700	-100
Jhalwar-Mandi	3400	3560	3500	3640	-80
Rapeseed/Mustard					
Jaipur-(Condition)	3945	3950	4000	4005	-55
Alwar-(Condition)	3750	3800	3850	3900	Unch
Sri Ganganagar-(Non-Condition)	Closed	Closed	Closed	Closed	Closed
New Delhi–(Condition)	3870	3880	3885	3900	-20
Kota-(Condition)	3630	3700	3500	3600	Unch
Agra-(Condition)	4000	4050	3950	4000	50
Neewai-(Loose)	3690	3770	3690	3770	Unch
Hapur (UP)-(Condition)	3550	3650	3550	3650	Unch
Groundnut Seed					
Rajkot (Groundnut Bold)	3300	4450	3400	4450	Unch
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	1-Mar-19	28-Feb-19	+/-
Madhya Pradesh	60000	65000	-5000
Maharashtra	80000	90000	-10000
Rajasthan	30000	35000	-5000
Bundi (Raj)	80	80	Unch
Baran (Raj)	700	1000	-300
Jhalawar (Raj)	800	1200	-400
Rapeseed/Mustard			
Rajasthan	115000	40000	75000
Alwar	10000	8000	2000
Sri Ganganagar	Closed	Closed	Unch
Kota	4000	5000	-1000
Groundnut Seed			
Rajkot (Gujarat)	1120	1715	-595
Sunflower Seed			
Sholapur (Maharashtra)	NA	18	NA

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

Oilseeds	1-Mar-19	28-Feb-19	Change
Groundnut Kernel	4850	4850	Unch
Gr. Bolds 60/70	6350	6350	Unch
Gr. Javas 60/70	7600	7600	Unch
Gr Javas 70/80	7300	7300	Unch
Gr.Javas 80/90	6900	6900	Unch
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

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2019 Indian Agribusiness Systems Ltd.