

**Oilseeds Domestic Fundamental**

Steady to firm tone are seen in Oilseeds complex amid good demand today. Traders expect bullish trend in soybean complex until the arrivals of the new oilseed crops of mustard in March 2020 which may affect overall edible oil segment and ease prices. Farmers are expecting soybean prices up to Rs. 5000 per quintal in this season after less crop production estimates. In view of trader, India may import total 2.5 to 3 lakh tonnes of Soybean to fulfill domestic requirements which is higher from previous year record i.e. 2 lakh tonnes. NCDEX Soybean and Mustard seed prices closed on higher side amid buyers interests.

As per recent released data of Ministry, the total area under Oilseeds is reported lower by 2.5 lakh hac. to 68.24 lakh hectares as on 13th Dec. 2019 against 70.71 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 61.46 lakh hectares lower by 2.3 lakh hac. against 63.76 lakh hectares in last year. Total covering area of groundnut stood at 2.83 lakh hectares higher against 2.68 lakh hectares in last year. Safflower has been planted on 0.35 lakh hectares higher against 0.30 lakh hectares in last year. Sunflower has been planted on 0.69 lakh hectares lower against 0.93 lakh hectares last year. Sesame has been planted on 0.31 lakh hectares higher against 0.27 lakh hectares last year. Linseed has been planted on 2.34 lakh ha lower against 2.54 lakh ha last year.

As per Skymet, India may get lower Soybean crop of this season and expect total 12.15 million tonnes lower by 12% against last year record on account of heavy rains during post monsoon season. Rainfall have damaged the soybean crop mainly in MP state when the crop was at flowering to pod formation. The poor pod formation could not produce good quality of seeds. Yield suffered around 50 to 70% crop loss in Indore, Ujjain, Neemuch, Mandsaur, Jhabua, which are major districts of MP. Few of districts like Sehore, Dewas, Ashok Nagar, Guna, Dhar, Vidisha and Rajgarh have suffered yield losses to the tune of 30-50 per cent. While other districts have suffered around 10 to 20 % yield damage. Maharashtra has also suffered major Soybean crop loss due to heavy rainfall.

Oilseeds International Fundamentals

CBOT Soybean future prices are remain higher side after fresh export demand and positive sign for trade deal with China and U.S.

As per sources, Farmers in Brazil have planted total 93% of soybean area as on 5th Dec. 2019 of this season lower against 96% in previous year record. However, it is 6% higher from last week record supported by good rainfall. As per USDA, the soybean planted area is likely to increase by 2% to 37 million hectares for 2019-20 against last year record and soybean production is forecast higher by 5% to 123 million T in normal weather condition as compared to last year. While, the consultancy expects, total soybean planting area in Brazil at 36.4 million hac. and the production at 120.7 million tonnes in the current season.

As per WASDE report, world oilseed production for 2019/20 is projected at 574.6 million tons in Dec month, up 3.3 million tons from November due to higher sunflower seed, peanut, and soybean production offsetting lower rapeseed and cottonseed production. Sunflower seed production rises 2.3 million tons on larger crops in Russia and Ukraine. Soybean production is up nearly 1.0 million tons reflecting higher area and yield reported by China's National Bureau of Statistics. In response, oilseed crush is raised nearly 2.0 million tons to 496.5 million. Oilseed ending stocks also grew 1.6 million tons mainly on higher soybean stocks in Brazil offsetting declines in Bolivia and Vietnam.

As per sources, China has bought total 8.28 million tonnes of U.S. soybean in November 2019 which is significantly higher by 54% against last year record i.e. 5.38 million tonnes. The export volume is also higher by 34% from October month record i.e. 6.18 million tonnes. Soybean demand of China was lower due to outbreak of African swine fever and trade war with U.S.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4230 to 4300 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4650 and 4690 per quintal ahead of a day.



Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-19	+0.10	4202	4234	4200	4206	4540	-4,495	14315	-585
Jan-20	+0.90	4222	4260	4186	4246	47750	-36,745	179685	-3565
Feb-20	+0.85	4256	4290	4214	4272	10325	-11,065	115670	1540
Mustard Future Prices									
Dec-19	+2.08	4480	4570	4471	4567	19590	5,940	20500	4920
Feb-20	+0.83	4480	4488	4480	4488	50	-1,110	1250	50
Apr-20	+1.08	4383	4417	4372	4417	460	330	2230	190
Soybean Basis – (44)					Mustard Basis-(88)				
Spread					Spread				
	Dec-19	Jan-20	Feb-20			Dec-19	Feb-20		
Dec-19	44				Dec-19	88			
Jan-20		4			Feb-20		167		
Feb-20			-22						

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Dec-19	14-Dec-19	14-Dec-19	14-Dec-19
Akola	19958	1668	21626	18577
Indore	269	0	269	269
Kota	3696	109	3805	3607
Sagar	2919	260	3179	2649
Nagpur		-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Dec-19	14-Dec-19	14-Dec-19	14-Dec-19
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	459	0	459	8323
Jaipur	1460	0	1460	1460
Alwar	2207	0	2207	2711
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	16-Dec-19		14-Dec-19		
	Low	High	Low	High	
Indore –Plant	4150	4250	4150	4250	Unch
Indore–Mandi	3800	4150	4000	4150	Unch
Nagpur-Plant	4250	4300	4250	4300	Unch
Nagpur – Mandi	3600	4140	3710	4130	10
Latur – Mandi	3750	4225	3500	4215	10
Akola – Mandi	2900	4150	3100	4175	-25
Kota-Plant	4100	4175	4100	4175	Unch
Kota – Mandi	4050	4150	4050	4150	Unch
Bundi-Plant	4080	4200	4080	4200	Unch
Bundi-Mandi	3700	4150	3700	4150	Unch
Baran-Plant	4150	4200	4150	4200	Unch
Baran-Mandi	4020	4180	4020	4180	Unch
Bhawani Mandi Jhalawar–Plant	4200	4250	4200	4250	Unch
Jhalwar-Mandi	3850	4210	3850	4210	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	4655	4660	4650	4655	5
Alwar-(Condition)	4450	4500	4400	4450	50
Sri Ganganagar-(Non-Condition)	4250	4350	4150	4250	100
New Delhi–(Condition)	4440	4450	4440	4450	Unch
Kota-(Condition)	4100	4200	4100	4200	Unch
Agra-(Condition)	4595	4619	4571	4595	24
Neewai-(Condition)	4245	4270	4245	4270	Unch
Hapur (UP)-(Condition)	4410	4425	4385	4400	25
Groundnut Seed					
Rajkot	790	790	770	770	20
Sunflower Seed					
Gulbarga	3200	3925	3004	3854	71
Latur	NA	NA	NA	NA	-
Sholapur	4300	4350	4250	4300	50
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	16-Dec-19	14-Dec-19	
Madhya Pradesh	205000	200000	5000
Maharashtra	195000	175000	20000
Rajasthan	45000	45000	Unch
Bundi (Raj)	360	270	90
Baran (Raj)	2000	4000	-2000
Jhalawar (Raj)	800	1000	-200
Rapeseed/Mustard			
Rajasthan	55000	50000	5000
Alwar	5000	4000	1000
Sri Ganganagar	200	150	50
Kota	900	900	Unch
Groundnut Seed			
Rajkot (Gujarat)	3950	3850	100
Sunflower Seed			
Sholapur (Maharashtra)	800	900	-100

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

Oilseeds	16-Dec-19	14-Dec-19	Change
Groundnut Kernel	5325	5300	25
Gr. Bolds 60/70	6350	6350	Unch
Gr. Javas 60/70	8100	8100	Unch
Gr Javas 70/80	7750	7750	Unch
Gr.Javas 80/90	7400	7400	Unch
KardiSeed 2% Exp Qly	5300	5300	Unch
Sesame White 98/2/1 FM	10700	10700	Unch
Whitish 95/5/FFA/1FM	10500	10500	Unch
Brown 48/2 FFA/4 FM	10400	10400	Unch
Brown 48/3 FFA/4 FM	10000	10000	Unch
Brown 48/4 FM/* No FFA Guarantee	9500	9500	Unch
Sunflower Seed	4025	4025	Unch
Niger Seed (4% FM)	5200	5200	Unch

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