

Oilseeds Domestic Fundamental

Mostly firm tone are witnessed in Oilseeds complex after mixed pace of supplies today. ITC, Cargil are remain active in buying activities of soybean at the current level. 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 after speculative buying activities.

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 showed firmness in the market on firm sentiments. Traders are happy after the announcement of Trump (The President of U.S.) to cancel new tariffs on \$ 160 billion worth of Chinese import. Soybean crop harvesting in U.S. has been finished now.

As per sources, European Union bought total 6.3 million tonnes of Soybean till Dec 15, 2019 (season started on July 1) which is unchanged in last year record in Dec.9. EU soymeal imports had reached higher by 12% to 8.7 million tonnes, the year-earlier period, while palm oil imports stood down by 18% to 2.5 million tonnes.

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.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4250 to 4320 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4680 and 4720 per quintal ahead of a day.



Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-19	50	4254	4310	4250	4304.00	680	-120	890	120
Jan-20	54	4306	4356	4272	4348.00	51,165	3185	161890	-2185
Feb-20	52	4326	4382	4304	4376.00	13,530	-1995	126140	1520
Mustard Future Prices									
Dec-19	-21	4546	4545	4497	4525.00	30	-100	20	-50
Feb-20	37	4544	4592	4538	4586.00	10450	10320	19540	1020
Apr-20	60	4505	4565	4500	4565	560	-16710	1830	260
Soybean Basis – (54)					Mustard Basis-(138)				
Spread					Spread				
	Dec-19	Jan-20	Feb-20			Dec-19	Feb-20	Apr-20	
Dec-19	9				Dec-19	178			
Jan-20		44			Feb-20		61		
Feb-20			28		Apr-20			-21	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	17-Dec-19	17-Dec-19	17-Dec-19	16-Dec-19
Akola	21077	1287	22364	20329
Indore	269	0	269	269
Kota	3805	50	3855	3785
Sagar	3173	35	3208	2918
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	17-Dec-19	17-Dec-19	17-Dec-19	16-Dec-19
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	50	99	149	50
Jaipur	1460	0	1460	1460
Alwar	2207	0	2207	2207
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	19-Dec-19		18-Dec-19		
	Low	High	Low	High	
Indore –Plant	4300	4325	4200	4325	Unch
Indore–Mandi	4100	4250	4000	4200	50
Nagpur-Plant	4300	4350	4300	4350	Unch
Nagpur – Mandi	3710	4170	3710	4170	Unch
Latur – Mandi	3950	4375	3600	4330	45
Akola – Mandi	3100	4135	3000	4125	10
Kota-Plant	4340	4450	4275	4350	100
Kota – Mandi	4300	4400	4200	4300	100
Bundi-Plant	4250	4350	4200	4300	50
Bundi-Mandi	4100	4300	4000	4250	50
Baran-Plant	4300	4370	4220	4280	90
Baran-Mandi	4200	4350	4100	4250	100
Bhawani Mandi Jhalawar–Plant	4400	4450	4320	4375	75
Jhalwar-Mandi	4200	4400	4000	4340	60
Rapeseed/Mustard					
Jaipur-(Condition)	4700	4705	4700	4705	Unch
Alwar-(Condition)	4500	4550	4550	4600	-50
Sri Ganganagar-(Non-Condition)	4150	4250	4200	4300	-50
New Delhi–(Condition)	4500	4550	4475	4525	25
Kota-(Condition)	4110	4200	4180	4270	-70
Agra-(Condition)	4643	4667	4643	4667	Unch
Neewai-(Condition)	4325	4350	4325	4350	Unch
Hapur (UP)-(Condition)	4460	4475	4460	4475	Unch
Groundnut Seed					
Rajkot	810	810	845	845	-35
Sunflower Seed					
Gulbarga	3250	3972	3425	4000	-28
Latur	NA	NA	NA	NA	-
Sholapur	4300	4350	4300	4350	Unch
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-Dec-19	18-Dec-19	
Madhya Pradesh	200000	250000	-50000
Maharashtra	170000	225000	-55000
Rajasthan	40000	50000	-10000
Bundi (Raj)	160	290	-130
Baran (Raj)	3000	4000	-1000
Jhalawar (Raj)	2500	1000	1500
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	5000	4000	1000
Sri Ganganagar	200	250	-50
Kota	600	800	-200
Groundnut Seed			
Rajkot (Gujarat)	4050	4225	-175
Sunflower Seed			
Sholapur (Maharashtra)	800	800	Unch

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

Oilseeds	19-Dec-19	18-Dec-19	Change
Groundnut Kernel	5600	5600	Unch
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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