

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	48	4374	4374	4350	4350.00	55	-625	60	-830
Jan-20	-6	4340	4380	4326	4338.00	48,505	-2660	161055	-835
Feb-20	-14	4390	4406	4352	4362.00	17,550	4020	131035	4895
Mustard Future Prices									
Dec-19	21	4600	4625	4587	4607	12110	12080	19640	19620
Feb-20	42	4578	4600	4567	4590	750	720	2010	-17530
Apr-20	0	2148	2148	2148	2148	0	-10450	0	-1830
Soybean Basis – (54)					Mustard Basis-(138)				
Spread					Spread				
	Dec-19	Jan-20	Feb-20			Dec-19	Feb-20	Apr-20	
Dec-19	0				Dec-19	116			
Jan-20		-12			Feb-20		-17		
Feb-20			24		Apr-20			-2442	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	19-Dec-19	19-Dec-19	19-Dec-19	16-Dec-19
Akola	22153	853	23006	20329
Indore	269	0	269	269
Kota	3825	80	3905	3785
Sagar	3208	100	3308	2918
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	19-Dec-19	19-Dec-19	19-Dec-19	16-Dec-19
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	150	111	261	50
Jaipur	1460	0	1460	1460
Alwar	1846	0	1846	2207
Hapur	-	-	-	-



Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	20-Dec-19		19-Dec-19		
	Low	High	Low	High	
Indore –Plant	4300	4400	4300	4325	75
Indore–Mandi	Closed	Closed	4100	4250	-
Nagpur-Plant	4300	4370	4300	4350	20
Nagpur – Mandi	3710	4225	3710	4170	55
Latur – Mandi	3850	4325	3950	4375	-50
Akola – Mandi	3150	4115	3100	4135	-20
Kota-Plant	4375	4475	4340	4450	25
Kota – Mandi	4350	4450	4300	4400	50
Bundi-Plant	4300	4400	4250	4350	50
Bundi-Mandi	4150	4350	4100	4300	50
Baran-Plant	4330	4400	4300	4370	30
Baran-Mandi	4225	4375	4200	4350	25
Bhawani Mandi Jhalawar–Plant	4420	4480	4400	4450	30
Jhalwar-Mandi	4240	4420	4200	4400	20
Rapeseed/Mustard					
Jaipur-(Condition)	4720	4725	4700	4705	20
Alwar-(Condition)	4500	4550	4500	4550	Unch
Sri Ganganagar-(Non-Condition)	4300	4450	4150	4250	200
New Delhi–(Condition)	4525	4575	4500	4550	25
Kota-(Condition)	4110	4200	4110	4200	Unch
Agra-(Condition)	4690	4714	4643	4667	48
Neewai-(Condition)	4355	4380	4325	4350	30
Hapur (UP)-(Condition)	4485	4500	4460	4475	25
Groundnut Seed					
Rajkot	815	815	810	810	5
Sunflower Seed					
Gulbarga	3426	3852	3250	3972	-120
Latur	NA	NA	NA	NA	-
Sholapur	4350	4400	4300	4350	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	20-Dec-19	19-Dec-19	
Madhya Pradesh	NA	200000	-
Maharashtra	165000	170000	-5000
Rajasthan	40000	40000	Unch
Bundi (Raj)	160	160	Unch
Baran (Raj)	4000	3000	1000
Jhalawar (Raj)	3000	2500	500
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	5000	5000	Unch
Sri Ganganagar	250	200	50
Kota	600	600	Unch
Groundnut Seed			
Rajkot (Gujarat)	4075	4050	25
Sunflower Seed			
Sholapur (Maharashtra)	1000	800	200

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

Oilseeds	20-Dec-19	19-Dec-19	Change
Groundnut Kernel	5575	5600	-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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