

**Oilseeds Domestic Fundamental**

Mostly firm tone are seen in Oilseeds complex on less supplies today. Soybean buyers are buying at the current price level in fear of more price hike in future. 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 1.3 lakh hectares to 71.79 lakh hectares as on 20th Dec. 2019 against 73.08 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 63.92 lakh hectares lower by 1.4 lakh hac. against 65.32 lakh hectares in last year. Total covering area of groundnut stood at 3.35 lakh hectares higher against 2.90 lakh hectares in last year. Safflower has been planted on 0.41 lakh hectares higher from last year record i.e. 0.32 lakh hectares. Sunflower has been planted on 0.77 lakh hectares lower against 0.95 lakh hectares last year. Sesame has been planted on 0.35 lakh hectares unchanged from last year. Linseed has been planted on 2.71 lakh hectares lower against 2.99 lakh hectares in 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 market closed on higher side on buyers interests.

As per sources, Argentina may grow higher soybean crop at 53.6 million tons in 2019/20 supported by stable weather condition. USDA kept unchanged production estimates i.e. 53 million tons in December month report. Farmers in country may plant total 18.2 million hectares in this season higher from 17.7 million hectares in last year record. As per ministry report, Argentina has covered 64% soybean planting area as on 12th Dec 2019 which is slightly lower from 66% in last year record and also below from the five years average of 67%.

During the week (Dec.6-Dec 12, 2019) U.S. sold total 1,430,600 MT for 2019/2020 which is higher by 36 percent from the previous week and 18 percent from the prior 4-week average. Increases were primarily for China (689,600 MT, including 136,000 MT switched from unknown destinations and decreases of 300 MT), unknown destinations (180,800 MT, including 66,000 MT switched from China), Spain (131,200 MT, including 120,000 MT switched from unknown destinations), Taiwan (94,100 MT, including decreases of 300 MT), and South Korea (58,000 MT, including 63,000 MT switched from unknown destinations and decreases of 5,000 MT). For 2020/2021, total net sales of 36,300 MT were for Japan. Exports of 1,405,800 MT were down 3 percent from the previous week and 18 percent from the prior 4-week average. The destinations were primarily to China (826,600 MT), Spain (131,200 MT), Mexico (120,600 MT), Pakistan (65,200 MT), and South Korea (59,100 MT).

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.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4325 to 4500 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4750 and 4820 per quintal ahead of a day.



Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-19	+1.8	4354	4418	4342	4416	47995	47,940	154695	154635
Jan-20	+1.83	4442	4448	4364	4442	24885	-23,620	135930	-25125
Feb-20	+1.68	4434	4472	4404	4470	6290	-11,260	42735	-88300
Mustard Future Prices									
Dec-19	+0.80	4619	4655	4618	4642	11310	-800	19290	-350
Feb-20	+0.30	4609	4633	4599	4606	1270	520	2400	390
Apr-20	+0.33	4548	4570	4540	4545	1880	1,880	8550	8550
Soybean Basis – (34)					Mustard Basis-(158)				
Spread					Spread				
	Dec-19	Jan-20	Feb-20			Dec-19	Feb-20	Apr-20	
Dec-19	34				Dec-19	158			
Jan-20		8			Feb-20		194		
Feb-20			-20		Apr-20			255	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Dec-19	21-Dec-19	21-Dec-19	21-Dec-19
Akola	22856	596	23452	20329
Indore	269	0	269	269
Kota	3885	70	3955	3785
Sagar	3308	0	3308	2918
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Dec-19	21-Dec-19	21-Dec-19	21-Dec-19
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	415	99	514	50
Jaipur	1301	0	1301	1460
Alwar	1926	0	1926	2207
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	23-Dec-19		22-Dec-19		
	Low	High	Low	High	
Indore –Plant	4350	4450	4250	4350	100
Indore–Mandi	4100	4250	4050	4200	50
Nagpur-Plant	4310	4350	4330	4390	-40
Nagpur – Mandi	3660	4210	3700	4200	10
Latur – Mandi	NA	NA	3850	4325	-
Akola – Mandi	3200	4150	3000	4155	-5
Kota-Plant	4400	4450	4300	4380	70
Kota – Mandi	4300	4400	4250	4350	50
Bundi-Plant	4300	4350	4250	4300	50
Bundi-Mandi	4200	4300	4100	4250	50
Baran-Plant	4350	4400	4300	4325	75
Baran-Mandi	4200	4350	4100	4250	100
Bhawani Mandi Jhalawar–Plant	4500	4550	4400	4450	100
Jhalwar-Mandi	4300	4500	4200	4400	100
Rapeseed/Mustard					
Jaipur-(Condition)	4795	4800	4745	4750	50
Alwar-(Condition)	4600	4650	4550	4600	50
Sri Ganganagar-(Non-Condition)	4425	4475	4400	4450	25
New Delhi–(Condition)	4600	4625	4550	4580	45
Kota-(Condition)	4200	4250	4150	4175	75
Agra-(Condition)	4738	4762	4714	4738	24
Neewai-(Condition)	4390	4440	4350	4400	40
Hapur (UP)-(Condition)	4500	4550	4450	4500	50
Groundnut Seed					
Rajkot	825	825	820	820	5
Sunflower Seed					
Gulbarga	NA	NA	3600	4025	-
Latur	NA	NA	NA	NA	-
Sholapur	4450	4500	4350	4400	100
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	23-Dec-19	22-Dec-19	
Madhya Pradesh	180000	200000	-20000
Maharashtra	175000	165000	10000
Rajasthan	40000	40000	Unch
Bundi (Raj)	170	290	-120
Baran (Raj)	2000	3000	-1000
Jhalawar (Raj)	2000	3100	-1100
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	4000	5000	-1000
Sri Ganganagar	400	200	200
Kota	500	700	-200
Groundnut Seed			
Rajkot (Gujarat)	4125	4100	25
Sunflower Seed			
Sholapur (Maharashtra)	800	1000	-200

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

Oilseeds	23-Dec-19	22-Dec-19	Change
Groundnut Kernel	5665	5575	90
Gr. Bolds 60/70	6250	6250	Unch
Gr. Javas 60/70	8000	8000	Unch
Gr Javas 70/80	7650	7650	Unch
Gr.Javas 80/90	7300	7300	Unch
KardiSeed 2% Exp Qly	5400	5400	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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