

Oilseeds Domestic Fundamental

Ups and downs trends are seen in Oilseeds complex today amid mixed pace of arrivals today. Soybean prices closed down sharply in Nagpur Agriculture Produce Marketing Committee (APMC) auctions due to less demand from local crushing plants. Lower prices of soyabean oil, no takers to soymeal, weak trend on NCDEX and easy condition in other soybean mandis have also affected soybean prices. NCDEX prices of Soybean and Mustard seed declined today on selling pressures today.

As per recent released data of Ministry, the total area under Oilseeds of Rabi season is reported lower by 0.60 lakh hectares to 74.12 lakh hectares as on 27th Dec. 2019 against 74.72 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 65.68 lakh hectares lower by 0.72 lakh hac. against 66.40 lakh hectares in last year. Total covering area of groundnut stood at 3.56 lakh hectares higher against 3.30 lakh hectares in last year. Safflower has been planted on 0.47 lakh hectares higher from last year record i.e. 0.34 lakh hectares. Sunflower has been planted on 0.84 lakh hectares lower against 0.97 lakh hectares last year. Sesame has been planted on 0.37 lakh hectares lower from last year. Linseed has been planted on 2.91 lakh hectares lower against 3.08 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

Chicago Board of Trade soyabean futures declined after rising Middle East tensions fueled profit-taking and increased uncertainty. US air strike in Baghdad killed Tehran's most prominent military commander which have affected on market negatively.

During the week (Dec.20-Dec 26, 2019) US sold 55% lower soybeans to 330,300 MT for 2019/2020 from the previous week and 66% from the prior 4-week average. Increases were primarily for China (160,200 MT, including 132,000 MT switched from unknown destinations), Bangladesh (112,300 MT, including 60,000 MT switched from unknown destinations and decreases of 7,200 MT), Vietnam (84,600 MT, including 70,00 MT switched from unknown destinations), Spain (66,600 MT), and Japan (35,600 MT, including 26,800 MT switched from unknown destinations and decreases of 1,900 MT), were offset by reductions primarily for unknown destinations (202,900 MT). For 2020/2021, total net sales of 1,700 MT were for Japan. Exports of 1,076,400 MT were up 7 percent from the previous week, but down 20 percent from the prior 4-week average. The destinations were primarily to China (418,900 MT), Bangladesh (112,300 MT), Mexico (109,300 MT), Vietnam (77,400 MT), and Pakistan (68,300 MT).

As per source, China purchased total 2.56 million tonnes of US soybean higher from previous year record and October month record after Beijing issued waivers to exempt importers from hefty tariff for some American cargoes. In October month, the country bought total 1.14 million tonnes. China bought total 3.86 million tonnes of Brazilian Soybean which is lower by 24% from 5.07 million tonnes in the corresponding period of time in last year.

As per sources, European Union bought total 6.6 million tonnes of Soybean till Dec 22, 2019 (season started on July 1) which is lower by 2% from last year record in Dec.16. EU soymeal imports had reached higher by 15% to 9.3 million tonnes, the year-earlier period, while palm oil imports stood down by 19% to 2.6 million tonnes.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4220 to 4290 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4630 and 4680 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price							Date:07.01.2020 at 5:00 PM		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-20	-0.1	4204	4242	4144	4180	47495	-8,900	49650	-15390
Feb-20	-0.14	4210	4260	4164	4202	88555	-3,320	196285	7265
Mar-20	-0.24	4230	4278	4186	4216	20460	-11,500	92730	5175
Mustard Seed Futures Contract: NCDEX Price									
Jan-20	-0.22	4476	4525	4450	4466	8760	110	10820	-2040
Feb-20	-0.22	4468	4512	4445	4468	15600	1,980	10640	1060
Apr-20	+0.23	4450	4464	4412	4435	6020	-2,180	9470	-1010
Soybean Basis – (120)					Mustard Basis-(234)				
Spread					Spread				
	Jan-19	Feb-20	Mar-20			Jan-20	Feb-20	Apr-20	
Jan-20	120				Jan-20	234			
Feb-20		98			Feb-20		232		
Mar-20			84		Apr-20			265	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	6-Jan-20	6-Jan-20	6-Jan-20	6-Jan-20
Akola	26202	141	26343	26202
Indore	299	0	299	299
Kota	4014	0	4014	4014
Sagar	3698	145	3843	3698
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	6-Jan-20	6-Jan-20	6-Jan-20	6-Jan-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	1517	81	1598	1517
Jaipur	1813	359	2172	1813
Alwar	2402	0	2402	2402
Hapur	-	-	-	-



Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	7-Jan-20		6-Jan-20		
	Low	High	Low	High	
Indore –Plant	4250	4300	4300	4350	-50
Indore–Mandi	4100	4200	4200	4300	-100
Nagpur-Plant	4220	4250	4300	4350	-100
Nagpur – Mandi	3560	4160	3710	4250	-90
Latur – Mandi	3800	4400	3900	4175	225
Akola – Mandi	NA	NA	NA	NA	-
Kota-Plant	4175	4225	4200	4250	-25
Kota – Mandi	4000	4100	4100	4150	-50
Bundi-Plant	4250	4300	4220	4240	60
Bundi-Mandi	4100	4250	4050	4150	100
Baran-Plant	4250	4320	4200	4220	100
Baran-Mandi	4200	4240	4100	4180	60
Bhawani Mandi Jhalawar–Plant	4300	4350	4250	4280	70
Jhalwar-Mandi	4250	4300	4200	4250	50
Rapeseed/Mustard					
Jaipur-(Condition)	4695	4700	4725	4730	-30
Alwar-(Condition)	4450	4500	4450	4500	Unch
Sri Ganganagar-(Non-Condition)	4150	4250	4200	4300	-50
New Delhi–(Condition)	4400	4500	4500	4600	-100
Kota-(Condition)	4200	4300	4250	4350	-50
Agra-(Condition)	4476	4571	4571	4667	-95
Neewai-(Condition)	4390	4440	4350	4400	40
Hapur (UP)-(Condition)	4500	4550	4550	4600	-50
Groundnut Seed					
Rajkot	800	800	820	820	-20
Sunflower Seed					
Gulbarga	NA	NA	3600	4000	-
Latur	NA	NA	NA	NA	-
Sholapur	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	7-Jan-20	6-Jan-20	
Madhya Pradesh	100000	125000	-25000
Maharashtra	100000	115000	-15000
Rajasthan	20000	35000	-15000
Bundi (Raj)	220	70	150
Baran (Raj)	3500	4000	-500
Jhalawar (Raj)	2000	3000	-1000
Rapeseed/Mustard			
Rajasthan	55000	55000	Unch
Alwar	2000	1000	1000
Sri Ganganagar	100	150	-50
Kota	900	800	100
Groundnut Seed			
Rajkot (Gujarat)	4000	4100	-100
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	7-Jan-20	6-Jan-20	Change
Groundnut Kernel	5650	5750	-100
Gr. Bolds 60/70	6350	6350	Unch
Gr. Javas 60/70	7900	7900	Unch
Gr Javas 70/80	7550	7550	Unch
Gr.Javas 80/90	7200	7200	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	4500	4500	Unch
Niger Seed (4% FM)	5500	5500	Unch

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