

**Oilseeds Domestic Fundamental**

Mostly firm trend are extended in Oilseeds complex today amid strong demand of local crushers and millers. NCDEX prices of Soybean and Mustard seed prices declined after profit booking phase of the market.

As per recent released data of Ministry, the total area under Oilseeds is reported higher by 0.01 lakh hectares to 77.38 lakh hectares as on 2nd Jan 2019 against 75.72 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 66.35 lakh hectares lower by 0.40 lakh hac. against 66.62 lakh hectares in last year. Total covering area of groundnut stood at 4.20 lakh hectares higher against 3.91 lakh hectares in last year. Safflower has been planted on 0.80 lakh hectares higher from last year record i.e.0.50 lakh hectares. Sunflower has been planted on 1.90 lakh hectares lower against 0.89 lakh hectares last year. Sesame has been planted on 0.46 lakh hectares higher from last year. Linseed has been planted on 3.32 lakh hectares higher against 3.07 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 futures prices closed higher side amid improved exports prospectus to China. Chinese trade delegation may travel to Washington on Jan. 13 for the signing of the US-China Phase 1 trade deal which can support US soybean sales to China.

As per recent report of Conab, Brazil may grow 6.3% higher soybean to 122 million tonnes in 2019-20 compared to previous year record as farmers have increased acreage for soybean after supportive weather condition. Sowing is almost finished in Brazil.

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 soy meal 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 4320 to 4500 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4550 and 4600 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price							Date:08.01.2020 at 5:00 PM		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-20	-22	4330	4370	4300	4322.00	22,235	2715	29095	-4985
Feb-20	-28	4352	4382	4310	4332.00	53,220	-17580	201835	810
Mar-20	-38	4366	4396	4330	4344.00	12,020	-1175	103525	2985
Mustard Seed Futures Contract: NCDEX Price									
Jan-20	-37	4500	4535	4464	4475.00	4610	100	7490	-2160
Feb-20	-29	4530	4548	4487	4498.00	9270	4760	14720	970
Apr-20	6	4459	4497	4411	4465	5420	-7570	10880	700
Soybean Basis – (104)					Mustard Basis-(180)				
Spread					Spread				
	Jan-19	Feb-20	Mar-20			Jan-20	Feb-20	Apr-20	
Jan-20	116				Jan-20	248			
Feb-20		10			Feb-20		23		
Mar-20			12		Apr-20			-33	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	9-Jan-20	9-Jan-20	9-Jan-20	6-Jan-20
Akola	26042	111	26153	26202
Indore	299	0	299	299
Kota	4014	0	4014	4014
Sagar	3843	30	3873	3698
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	9-Jan-20	9-Jan-20	9-Jan-20	10-Mar-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	1689	80	1769	1517
Jaipur	2172	59	2231	1817
Alwar	2402	0	2402	2402
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	10-Jan-20		9-Jan-20		
	Low	High	Low	High	
Indore –Plant	4400	4475	4350	4450	25
Indore–Mandi	4150	4400	4250	4350	50
Nagpur-Plant	4420	4470	4420	4470	Unch
Nagpur – Mandi	3700	4010	3700	4010	Unch
Latur – Mandi	3900	4365	3500	4400	-35
Akola – Mandi	3500	4175	3500	4050	125
Kota-Plant	4300	4350	4350	4400	-50
Kota – Mandi	4200	4300	4200	4270	30
Bundi-Plant	4350	4400	4350	4400	Unch
Bundi-Mandi	4200	4350	4200	4350	Unch
Baran-Plant	4380	4470	4400	4500	-30
Baran-Mandi	4300	4375	4350	4400	-25
Bhawani Mandi Jhalawar–Plant	4500	4550	4500	4550	Unch
Jhalwar-Mandi	4450	4500	4400	4450	50
Rapeseed/Mustard					
Jaipur-(Condition)	4720	4725	4695	4700	25
Alwar-(Condition)	4475	4525	4475	4525	Unch
Sri Ganganagar-(Non-Condition)	4200	4340	4150	4250	90
New Delhi–(Condition)	4500	4600	4500	4600	Unch
Kota-(Condition)	4220	4300	4250	4370	-70
Agra-(Condition)	4548	4643	4548	4643	Unch
Neewai-(Condition)	4350	4400	4350	4400	Unch
Hapur (UP)-(Condition)	4475	4525	4450	4500	25
Groundnut Seed					
Rajkot	852	852	850	850	2
Sunflower Seed					
Gulbarga	NA	NA	3002	4026	-
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	10-Jan-20	9-Jan-20	
Madhya Pradesh	125000	110000	15000
Maharashtra	105000	100000	5000
Rajasthan	23000	35000	-12000
Bundi (Raj)	150	150	Unch
Baran (Raj)	4000	1700	2300
Jhalawar (Raj)	1200	1000	200
Rapeseed/Mustard			
Rajasthan	50000	55000	-5000
Alwar	1000	1000	Unch
Sri Ganganagar	400	250	150
Kota	1500	1300	200
Groundnut Seed			
Rajkot (Gujarat)	4260	4250	10
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	10-Jan-20	9-Jan-20	Change
Groundnut Kernel	5700	5650	50
Gr. Bolds 60/70	6400	6350	50
Gr. Javas 60/70	7950	7900	50
Gr Javas 70/80	7600	7550	50
Gr.Javas 80/90	7350	7300	50
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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