

**Oilseeds Domestic Fundamental**

**Weak tone are continued in Oilseeds complex today due to dull trading activities. Mustard seed prices are declining due to less demand of crushers and millers. Millers are likely to buy Nafed's mustard stocks to fulfill its regular requirements due to lower price quote compared to mandies prices. Stockiest are also releasing their mustard stocks at the current level. Traders expect mustard seed prices between 4300/qrtl to 4500/qrtl in Rajasthan markets in Jan month end in hope ample supplies. Weakness in oil markets, and less demand in poultry and fisheries markets will make more pressures in oilseeds complex. NCDEX prices of Soybean and Mustard seed declined on selling pressures today.**

**Mustard sowing area in the current week is 68.12 lakh hectares as on 10<sup>th</sup> Jan 2020 lower against 68.88 lakh hectares areas in** corresponding week of 2019. Crop is 50 to 80 days old and is in flowering to pod development stage. However, short duration matured crop is in maturity stage. Rainfall received during 2nd week of Jan`20 was beneficial for the crop. Incidence of sucking pest has been reported by the field and same is below economic threshold level. Overall crop condition is normal. Acreage of Mustard in the current season is almost similar to 2018. Mustard crop major growing states are Rajasthan, Madhya Pradesh, and Uttar Pradesh and Haryana state. In Rajasthan, traders expect total 2 to 5% lower mustard sowing area as mustard area may shift to garlic and wheat crop due to good price hike in last season compared to mustard seed prices. Recent rainfall will also support to increase yield of wheat and garlic crop compared to mustard crop. In Baran and Kota district, sowing is likely to be lower by 20%. While in Alwar, Bharatpur district, it is likely to be equal like 2018 season. However, sowing area may increase nearly 2 to 5 % in Ganganagar districts due to good rainfall.

**As per recent released data of Ministry, the total area under Oilseeds is reported lower by 0.8 lakh hectares to 77.68 lakh hectares as on 10<sup>th</sup> Jan 2020 against 78.43 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 68.12 lakh hectares lower by 0.80 lakh hac. against 68.88 lakh hectares in last year. Total covering area of groundnut stood at 4.18 lakh hectares higher against 3.99 lakh hectares in last year. Safflower has been planted on 0.51 lakh hectares higher from last year record i.e.0.38 lakh hectares. Sunflower has been planted on 0.91 lakh hectares lower against 1.04 lakh hectares last year. Sesame has been planted on 0.42 lakh hectares lower from last year. Linseed has been planted on 3.20 lakh hectares lower against 3.34 lakh hectares in last year.**

**Agriwatch estimates 8.74 million tonnes of Soybean output in India for 2019-20 season which is sharply down by 42.73% against 12.59 million tonnes in 2018-19 despite covering 1.02% higher soybean area in this year due to bad weather condition. Rains in MP came when harvest has ongoing and crop was damaged to the extent of 20% in the Malwa region. Damage was 30-35% in Neemuch, Mandsaur, Nagada and Janora and 10-15% in Indore, Dewas and Ujjain. Soybean seed was damaged and quality of soybean was inferior. The size of seed was small and quality of seed was bad. Some crop was damaged while drying in some areas. Rains came in Maharashtra when harvest was in progress. Crop damage is 5% of the total while 10% of area was affected in which damage was 50%. Waterlogging was the main reason for damage which led to seed damage and bad quality of the seed due to fungus. Vidharba reported higher damage with losses as high as 50% of the crop damaged in 20% of the area. Akola reported major damage. Latur, Solapur and Beed reported 10% damage while Parbani, Nanded and Hingoli reported 15% damage to the crop.**

**Oilseeds International Fundamentals**

**CBOT futures prices declined due to uncertainty about China's soybean buying activities as agreed upon in Phase 1 trade deal.**

**According to China's General Administration of Customs (CNGOIC), China's Dec soybean imports rose 15.3 percent to 9.54 MMT from 8.28 MMT in Nov 2019. Imports in Dec are 66.80 percent higher than Dec 2018 import of 5.72 MMT. Year to date soybean imports rose 0.5 percent to 88.511 MMT. As per agriculture ministry, soybean import in China may increase in 2020. Total soybean import from U.S. declined in 2019 due to trade war between U.S. and China. The country bought total 88.51 million tonnes soybean in 2019 higher from 88.03 million tonnes in 2018 however lower from 95.53 million tonnes in 2017 before the trade war was broke. African swine fever disease in China has also affected total volume of China's imports.**

**Outlook:** The Indore (Plant Delivery) prices are expected to trade in the range of 4200 to 4250 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4450 and 4500 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:16.01.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-20	-0.42	4242	4248	4192	4218	2530	-5,505	8840	-1275
Feb-20	0.1	4190	4240	4158	4204	62065	15,900	192860	-3690
Mar-20	Unch	4210	4248	4160	4212	15325	920	106885	1505
Mustard Seed Futures Contract: NCDEX Price									
Jan-20	-0.62	4390	4390	4310	4340	400	-10	2900	0
Feb-20	-1.06	4341	4370	4280	4300	16940	3,720	13030	-900
Apr-20	-1.57	4382	4403	4291	4317	12680	4,880	10330	-300
Soybean Basis – (82)					Mustard Basis-(165)				
Spread					Spread				
	Jan-19	Feb-20	Mar-20			Jan-20	Feb-20	Apr-20	
Jan-20	82				Jan-20	165			
Feb-20		96			Feb-20		205		
Mar-20			88		Apr-20			188	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	15-Jan-20	15-Jan-20	15-Jan-20	15-Jan-20
Akola	25938	320	26258	25758
Indore	298	0	298	298
Kota	3826	0	3826	3906
Sagar	3870	0	3870	3865
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	15-Jan-20	15-Jan-20	15-Jan-20	15-Jan-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	1769	0	1769	1769
Jaipur	2381	99	2480	2231
Alwar	2422	230	2652	2402
Hapur	-	-	-	-



### Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	16-Jan-20		15-Jan-20		
	Low	High	Low	High	
Indore –Plant	4250	4300	4300	4350	-50
Indore–Mandi	4000	4250	Closed	Closed	-
Nagpur-Plant	4350	4380	4360	4400	-20
Nagpur – Mandi	3700	4220	Closed	Closed	-
Latur – Mandi	NA	NA	Closed	Closed	-
Akola – Mandi	3500	4100	3400	4075	25
Kota-Plant	4175	4225	4200	4250	-25
Kota – Mandi	4000	4100	Closed	Closed	-
Bundi-Plant	4200	4250	4350	4400	-150
Bundi-Mandi	4040	4190	4200	4350	-160
Baran-Plant	4150	4270	4230	4340	-70
Baran-Mandi	4150	4250	4250	4330	-80
Bhawani Mandi Jhalawar–Plant	4250	4350	4400	4450	-100
Jhalwar-Mandi	4200	4300	Closed	Closed	-
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	4500	4505	4550	4555	-50
Alwar-(Condition)	4150	4200	4300	4350	-150
Sri Ganganagar-(Non-Condition)	4000	4100	4100	4250	-150
New Delhi-(Condition)	4250	4350	4350	4450	-100
Kota-(Condition)	4150	4200	Closed	Closed	-
Agra-(Condition)	4286	4381	4381	4476	-95
Neewai-(Condition)	3900	4000	4050	4100	-100
Hapur (UP)-(Condition)	4250	4300	4350	4400	-100
<b>Groundnut Seed</b>					
Rajkot	800	800	830	830	-30
<b>Sunflower Seed</b>					
Gulbarga	NA	NA	NA	NA	-
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
<b>Soybean</b>	<b>16-Jan-20</b>	<b>15-Jan-20</b>	
Madhya Pradesh	90000	NA	-
Maharashtra	80000	NA	-
Rajasthan	20000	NA	-
Bundi (Raj)	55	150	-95
Baran (Raj)	900	2500	-1600
Jhalawar (Raj)	1400	Closed	-
<b>Rapeseed/Mustard</b>			
Rajasthan	55000	Closed	-
Alwar	1000	2000	-1000
Sri Ganganagar	300	100	200
Kota	400	Closed	-
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	4000	4150	-150
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	16-Jan-20	15-Jan-20	Change
Groundnut Kernel	5750	5750	Unch
Gr. Bolds 60/70	6450	Unq	-
Gr. Javas 60/70	8000	Unq	-
Gr Javas 70/80	7650	Unq	-
Gr.Javas 80/90	7400	Unq	-
KardiSeed 2% Exp Qly	5400	Unq	-
Sesame White 98/2/1 FM	10700	Unq	-
Whitish 95/5/FFA/1FM	10500	Unq	-
Brown 48/2 FFA/4 FM	10400	Unq	-
Brown 48/3 FFA/4 FM	10000	Unq	-
Brown 48/4 FM/* No FFA Guarantee	9500	Unq	-
Sunflower Seed	4500	Unq	-
Niger Seed (4% FM)	5500	Unq	-

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