

**Oilseeds Domestic Fundamental**

Mixed tone are seen in Oilseeds complex today on mixed sentiments today. Soybean prices declined due to less demand of millers and crushers. While, Mustard seed prices rose in Jaipur market today ahead of less supplies. 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 also make more pressures in oilseeds complex. NCDEX prices of Soybean and Mustard seed Jan contract declined on selling pressures today.

Mustard sowing area in the current week is 68.12 lakh hectares as on 10th 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 10th 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 4500 and 4580 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:17.01.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-20	-0.57	4250	4250	4178	4212	1740	-790	7950	-890
Feb-20	-0.38	4204	4226	4142	4196	50930	-11,135	187545	-5315
Mar-20	-0.47	4224	4238	4154	4204	17005	1,680	108900	2015
Mustard Seed Futures Contract: NCDEX Price									
Jan-20	-0.18	4350	4350	4300	4330	90	-310	1840	-1060
Feb-20	+0.02	4296	4328	4268	4308	12880	-4,060	12530	-500
Apr-20	-0.25	4309	4330	4265	4309	7370	-5,310	11090	760
Soybean Basis – (88)					Mustard Basis-(200)				
Spread					Spread				
	Jan-19	Feb-20	Mar-20			Jan-20	Feb-20	Apr-20	
Jan-20	88				Jan-20	200			
Feb-20		104			Feb-20		222		
Mar-20			96		Apr-20			221	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	16-Jan-20	16-Jan-20	16-Jan-20	16-Jan-20
Akola	25893	501	26394	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
	16-Jan-20	16-Jan-20	16-Jan-20	16-Jan-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	1145	0	1145	1769
Jaipur	2331	99	2430	2231
Alwar	2403	320	2723	2402
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	18-Jan-20		17-Jan-20		
	Low	High	Low	High	
Indore –Plant	4300	4325	4250	4300	25
Indore–Mandi	4100	4290	4000	4250	40
Nagpur-Plant	4350	4380	4350	4380	Unch
Nagpur – Mandi	3750	4200	3700	4200	Unch
Latur – Mandi	3800	4270	3850	4280	-10
Akola – Mandi	3400	3950	3400	3975	-25
Kota-Plant	4200	4300	4100	4150	150
Kota – Mandi	4000	4100	3900	4000	100
Bundi-Plant	4200	4250	4150	4200	50
Bundi-Mandi	3800	4090	4000	4100	-10
Baran-Plant	4200	4250	4080	4200	50
Baran-Mandi	4100	4240	4100	4170	70
Bhawani Mandi Jhalawar–Plant	4250	4300	4160	4250	50
Jhalwar-Mandi	4200	4290	4100	4220	70
Rapeseed/Mustard					
Jaipur-(Condition)	4535	4540	4525	4530	10
Alwar-(Condition)	4250	4300	4250	4300	Unch
Sri Ganganagar-(Non-Condition)	4000	4100	4000	4100	Unch
New Delhi–(Condition)	4225	4335	4225	4325	10
Kota-(Condition)	4100	4200	4080	4140	60
Agra-(Condition)	4190	4238	4143	4238	Unch
Neewai-(Condition)	4000	4100	3900	4000	100
Hapur (UP)-(Condition)	4300	4350	4250	4300	50
Groundnut Seed					
Rajkot	840	840	840	840	Unch
Sunflower Seed					
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
Soybean	18-Jan-20	17-Jan-20	
Madhya Pradesh	70000	80000	-10000
Maharashtra	70000	75000	-5000
Rajasthan	30000	25000	5000
Bundi (Raj)	25	10	15
Baran (Raj)	1300	700	600
Jhalawar (Raj)	1400	1700	-300
Rapeseed/Mustard			
Rajasthan	50000	55000	-5000
Alwar	1000	1000	Unch
Sri Ganganagar	200	300	-100
Kota	700	600	100
Groundnut Seed			
Rajkot (Gujarat)	4200	4200	Unch
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	18-Jan-20	17-Jan-20	Change
Groundnut Kernel	5650	5700	-50
Gr. Bolds 60/70	6500	6450	50
Gr. Javas 60/70	8050	8000	50
Gr Javas 70/80	7700	7650	50
Gr.Javas 80/90	7450	7400	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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