

**Oilseeds Domestic Fundamental**

Mixed tone are extended in Oilseeds complex today on mixed sentiments today. Mustard seed prices rose at various centers due to improved demand of millers at the current level. Disposable activities of Nafed's may weigh on Mustard seed prices in coming days. Traders expect mustard seed prices between 4300/qrtl to 4500/qrtl in Rajasthan markets in Jan month end in hope of ample supplies of this season. New mustard crop will commence to reach in physical market in Feb month which will weigh on mustard seed prices. NCDEX Feb contract of Soybean and RM seed prices declined on seller's pressures.

As per source, state government has extended the date to sell farmers' groundnut stock to Nafed upto Feb 19, 2020 at MSP. Farmers are happy as prevailing prices in mandies are still quoting lower form MSP prices. Nafed has bought total 1.51 lakh tonnes of groundnut in Rajasthan so far at MSP level i.e. Rs. 5090 per quintal. The oilseed is being procured at around 180 centres across the stat. Total 65845 farmers has been benefited. As per trader, groundnut prices may be under pressure if the government will curb on groundnut exports. As per Farm ministry, Groundnut output for Kharif season in 2019-20 will reach at 6.3 million tonnes higher against 5.4 million tonnes in last season.

Mustard sowing area in the current week is 68.98 lakh hectares as on 16th Jan 2020 lower against 69.29 lakh hectares areas in corresponding week of 2019. Crop is 55 to 85 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 lower against 2018-19. 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 water availability.

As per recent released data of Ministry, the total area under Oilseeds is reported higher by 0.1 lakh hectares to 79.26 lakh hectares as on 16th Jan 2020 against 79.17 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 68.98 lakh hectares lower by 0.30 lakh hac. against 69.29 lakh hectares in last year. Total covering area of groundnut stood at 4.54 lakh hectares higher against 4.20 lakh hectares in last year. Safflower has been planted on 0.61 lakh hectares higher from last year record i.e. 0.42 lakh hectares. Sunflower has been planted on 0.97 lakh hectares lower against 1.06 lakh hectares last year. Sesame has been planted on 0.51 lakh hectares lower from last year. Linseed has been planted on 3.31 lakh hectares lower against 3.36 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 as traders awaited evidence that China has started to buy more US crops after the countries signed an initial trade deal last week.

As per AgRural, Farmers in Brazil have harvested 1.8% of the soybean area so far this season. Harvesting is majorly done in Mato Grosso which is the largest grain state of Brazil. Farmers are likely to start full pace of harvesting in other states of Brazil in February 2020 on account of planting delay. In last season, Farmers had harvested total 6.1% of their soybean filed. Agrural expects total 123.9 million tonnes of soybean harvest in 2019-20.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4300 to 4400 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4480 and 4550 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:22.01.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-20	-1.99	4190	4212	4114	4134	56325	25,650	170810	-8695
Mar-20	-2.08	4200	4214	4122	4134	25385	13,710	113430	2920
Apr-20	-2.03	4210	4230	4142	4150	6890	4,005	38225	2165
Mustard Seed Futures Contract: NCDEX Price									
Feb-20	-1.71	4254	4275	4197	4200	15120	4,550	12960	1190
Mar-20	-1.28	4293	4303	4240	4249	11270	6,220	12460	520
Apr-20	-1.28	4297	4303	4250	4257	520	480	1710	170
Soybean Basis – (128)					Mustard Basis-(255)				
Spread					Spread				
	Feb-20	Mar-20	Apr-20			Feb-20	Mar-20	Apr-20	
Feb-20	166				Feb-20	330			
Mar-20		166			Mar-20		281		
Apr-20			150		Apr-20			273	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	21-Jan-20	21-Jan-20	21-Jan-20	21-Jan-20
Akola	26246	181	26427	26233
Indore	298	0	298	298
Kota	2605	0	2605	2605
Sagar	3920	0	3920	3920
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	21-Jan-20	21-Jan-20	21-Jan-20	21-Jan-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	1155	0	1155	1155
Jaipur	2580	79	2659	2451
Alwar	2993	10	3003	2903
Hapur	-	-	-	-



Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	22-Jan-20		21-Jan-20		
	Low	High	Low	High	
Indore –Plant	4200	4300	4325	4350	-50
Indore–Mandi	4100	4250	4150	4250	Unch
Nagpur-Plant	4290	4320	4290	4320	Unch
Nagpur – Mandi	3610	4190	3610	4190	Unch
Latur – Mandi	NA	NA	4000	4360	-
Akola – Mandi	3200	4175	3400	4100	75
Kota-Plant	4300	4350	4250	4350	Unch
Kota – Mandi	4050	4150	4000	4100	50
Bundi-Plant	4250	4300	4225	4275	25
Bundi-Mandi	4000	4100	3900	4000	100
Baran-Plant	4170	4280	4200	4300	-20
Baran-Mandi	4120	4200	4150	4225	-25
Bhawani Mandi Jhalawar–Plant	4250	4300	4275	4325	-25
Jhalwar-Mandi	4175	4275	4200	4300	-25
Rapeseed/Mustard					
Jaipur-(Condition)	4525	4530	4525	4530	Unch
Alwar-(Condition)	4250	4300	4100	4150	150
Sri Ganganagar-(Non-Condition)	3950	4070	3900	4000	70
New Delhi–(Condition)	4200	4300	4275	4375	-75
Kota-(Condition)	4075	4175	4000	4100	75
Agra-(Condition)	4190	4238	4095	4143	95
Neewai-(Condition)	3975	4100	4050	4175	-75
Hapur (UP)-(Condition)	4250	4300	4150	4200	100
Groundnut Seed					
Rajkot	850	850	830	830	20
Sunflower Seed					
Gulbarga	3004	3752	3350	4000	-248
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	22-Jan-20	21-Jan-20	
Madhya Pradesh	85000	100000	-15000
Maharashtra	75000	80000	-5000
Rajasthan	25000	25000	Unch
Bundi (Raj)	55	55	Unch
Baran (Raj)	3000	1700	1300
Jhalawar (Raj)	800	800	Unch
Rapeseed/Mustard			
Rajasthan	50000	55000	-5000
Alwar	1200	1500	-300
Sri Ganganagar	250	300	-50
Kota	500	500	Unch
Groundnut Seed			
Rajkot (Gujarat)	4250	4150	100
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	22-Jan-20	21-Jan-20	Change
Groundnut Kernel	5700	5700	Unch
Gr. Bolds 60/70	6450	6450	Unch
Gr. Javas 60/70	8000	8000	Unch
Gr Javas 70/80	7650	7650	Unch
Gr.Javas 80/90	7400	7400	Unch
KardiSeed 2% Exp Qly	5400	5400	Unch
Sesame White 98/2/1 FM	10900	10900	Unch
Whitish 95/5/FFA/1FM	10700	10700	Unch
Brown 48/2 FFA/4 FM	10500	10500	Unch
Brown 48/3 FFA/4 FM	10000	10000	Unch
Brown 48/4 FM/* No FFA Guarantee	9700	9700	Unch
Sunflower Seed	4500	4500	Unch
Niger Seed (4% FM)	5500	5500	Unch

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