

**Oilseeds Domestic Fundamental**

Mixed trend are featured in Oilseeds complex today on mixed sentiments today. Soybean prices improved at Indore market amid improved milers demand. Plants are buying soybean to fulfill their requirements only. Farmers hold almost 35 to 45% of soybean seed of this season while traders have good stockpiles and hold above 50%. Some of farmers may release their stock in full speed during 20th Feb to 10th March so that they can focus on wheat new crops arrivals. While, some of farmers may release their soybean stocks during May or June in expectation of price hike from the current level. New mustard crop will commence to arrive in physical market in Feb month which will weigh on mustard seed prices.

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. 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 closed down in expectation of higher soybean crop size in South America.

During (10th Jan to 16th Jan, 2020) U.S. sold 23% higher soybean to 790,000 MT for 2019/2020 from the previous week and 59 percent higher from the prior 4-week average. Increases primarily for China (225,900 MT, including 70,000 MT switched from unknown destinations and decreases of 171,300 MT), Mexico (218,900 MT, including 47,500 MT switched from unknown destinations and decreases of 1,500 MT), Egypt (187,500 MT, including 65,000 MT switched from unknown destinations), Vietnam (87,800 MT, including 70,000 MT switched from unknown destinations), and Germany (69,400 MT), were offset by reductions for unknown destinations (256,900 MT). For 2020/2021, net sales of 120,700 MT were for unknown destinations (120,000 MT) and Japan (700 MT). Exports of 1,053,100 MT were down 13 percent from the previous week and 3 percent from the prior 4-week average. The destinations were primarily to China (447,700 MT), Bangladesh (165,200 MT), Mexico (91,700 MT), Vietnam (80,900 MT), and Germany (69,400 MT).

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4180 to 4280 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4490 and 4550 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price

Date: 24.01.2020 at 5:00 PM

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-20	-0.19	4128	4146	4096	4134	30230	520	154145	-9630
Mar-20	-0.19	4128	4138	4094	4130	16295	3,335	115815	560
Apr-20	-0.05	4124	4146	4092	4138	13330	6,245	47145	4785

Mustard Seed Futures Contract: NCDEX Price

Feb-20	+0.57	4187	4235	4176	4211	9860	280	12240	-80
Mar-20	+0.28	4260	4293	4246	4277	7230	550	11540	-1090
Apr-20	+0.37	4281	4300	4275	4298	220	-90	1640	80

Soybean Basis – (66)

Mustard Basis-(264)

Spread

Spread

	Feb-20	Mar-20	Apr-20		Feb-20	Mar-20	Apr-20
Feb-20	66			Feb-20	264		
Mar-20		70		Mar-20		198	
Apr-20			62	Apr-20			177

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	24-Jan-20	24-Jan-20	24-Jan-20	24-Jan-20
Akola	25936	222	26158	26233
Indore	298	0	298	298
Kota	2605	0	2605	2605
Sagar	3421	0	3421	3920
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	24-Jan-20	24-Jan-20	24-Jan-20	24-Jan-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	1155	0	1155	1155
Jaipur	2050	0	2050	2451
Alwar	2443	0	2443	2903
Hapur	-	-	-	-



Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	25-Jan-20		24-Jan-20		
	Low	High	Low	High	
Indore –Plant	4150	4250	4100	4200	50
Indore–Mandi	4000	4200	Closed	Closed	-
Nagpur-Plant	4210	4240	4210	4240	Unch
Nagpur – Mandi	3710	4110	3710	4110	Unch
Latur – Mandi	NA	NA	Closed	Closed	-
Akola – Mandi	3400	3950	Closed	Closed	-
Kota-Plant	4375	4425	4375	4425	Unch
Kota – Mandi	4125	4225	4125	4225	Unch
Bundi-Plant	4275	4325	4275	4325	Unch
Bundi-Mandi	4050	4150	4050	4150	Unch
Baran-Plant	4150	4250	4200	4300	-50
Baran-Mandi	3950	4100	4150	4200	-100
Bhawani Mandi Jhalawar–Plant	4250	4300	4300	4350	-50
Jhalwar-Mandi	4200	4260	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4495	4500	4470	4475	25
Alwar-(Condition)	4150	4200	4150	4200	Unch
Sri Ganganagar-(Non-Condition)	3980	4080	3900	4000	80
New Delhi–(Condition)	4250	4350	4250	4350	Unch
Kota-(Condition)	4135	4235	4135	4235	Unch
Agra-(Condition)	4333	4381	4333	4381	Unch
Neewai-(Condition)	4025	4150	4025	4150	Unch
Hapur (UP)-(Condition)	4250	4300	4250	4300	Unch
Groundnut Seed					
Rajkot	920	920	840	840	80
Sunflower Seed					
Gulbarga	NA	NA	Closed	Closed	-
Latur	NA	NA	Closed	Closed	-
Sholapur	NA	NA	Closed	Closed	-
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	25-Jan-20	24-Jan-20	
Madhya Pradesh	30000	30000	Unch
Maharashtra	50000	50000	Unch
Rajasthan	12000	12000	Unch
Bundi (Raj)	95	95	Unch
Baran (Raj)	2200	1700	500
Jhalawar (Raj)	2500	Closed	-
Rapeseed/Mustard			
Rajasthan	40000	40000	Unch
Alwar	2000	2000	Unch
Sri Ganganagar	120	300	-180
Kota	250	250	Unch
Groundnut Seed			
Rajkot (Gujarat)	4600	4200	400
Sunflower Seed			
Sholapur (Maharashtra)	NA	Closed	-

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

Oilseeds	25-Jan-20	24-Jan-20	Change
Groundnut Kernel	5700	5700	Unch
Gr. Bolds 60/70	6550	6550	Unch
Gr. Javas 60/70	8100	8100	Unch
Gr Javas 70/80	7750	7750	Unch
Gr.Javas 80/90	7500	7500	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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