

Oilseeds Domestic Fundamental

Mixed trend are featured in Oilseeds complex amid mixed pace of arrivals the market today. Soybean plant prices in Nagpur Agriculture Produce Marketing Committee (APMC) auctions closed upside after good seasonal demand from local crushing plants because of less supply from producing region due to unseasonal rains. Good recovery on NCDEX, fresh rise in Madhya Pradesh soybean prices also supported prices to rise. Farmers and traders hold total 30 to 35 lakh tonnes of soybean seed's stocks and likely to release in March end or April 2020. New mustard crop will commence to arrive in physical market in mid of Feb month which will weigh on mustard seed prices. NCDEX Soybean Feb contract closed higher side amid good buying activities.

As per recent released data of Ministry, the total area under Oilseeds is reported lower by 0.07 lakh hectares to 80.29 lakh hectares as on 31st Jan 2020 against 80.36 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 69.51 lakh hectares lower by 0.24 lakh hac. against 69.76 lakh hectares in last year. Sunflower has been planted on 1.04 lakh hectares lower against 1.13 lakh hectares in last year. Sesame has been planted on 0.56 lakh hectares lower from last year i.e. 0.71 lakh hac. However, total covering area of groundnut stood at 4.76 lakh hectares higher against 4.59 lakh hectares in last year. Safflower has been planted on 0.63 lakh hectares higher from last year record i.e. 0.43 lakh hectares. Linseed has been planted on 3.46 lakh hectares higher against 3.44 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 are remained upside after higher export inspections of U.S. soybean for the latest week. However, spread of new coronavirus in China may cap any major gain.

As per sources, European Union bought total 8.07 million tonnes of Soybean till Feb 2, 2020 (season started on July 1) which is lower by 4% from last year record in Jan.27. EU soymeal imports had reached higher by 7% to 10.90 million tonnes against the year-earlier period, while Rapeseed imports went up by 51% to 4.04 million tonnes against last year record. However, palm oil imports stood down by 18% to 3.17 million tonnes.

As per sources, Argentina may harvest total 53.1 million tonnes of soybean in 2019-20 which is higher from 51 million tonnes as forecasted in October month. However, the estimate is below than 55.1 million tonnes in last year.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4120 to 4250 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4300 and 4350 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:05.02.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-20	+2.61	4080	4182	4064	4168	35930	11,045	71470	-14170
Mar-20	+2.76	4080	4204	4066	4176	48970	19,445	134600	5425
Apr-20	+2.75	4090	4208	4086	4184	16470	7,985	78770	6450
Mustard Seed Futures Contract: NCDEX Price									
Feb-20	-0.41	4082	4114	4063	4090	13000	5,530	9260	-2820
Mar-20	+0.56	4100	4132	4070	4127	15990	6,570	15470	40
Apr-20	+0.92	4130	4151	4098	4151	1100	550	3590	-230
Soybean Basis – (2)					Mustard Basis-(270)				
Spread					Spread				
	Feb-20	Mar-20	Apr-20			Feb-20	Mar-20	Apr-20	
Feb-20	2				Feb-20	270			
Mar-20		-6			Mar-20		233		
Apr-20			-14		Apr-20			209	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	4-Feb-20	4-Feb-20	4-Feb-20	4-Feb-20
Akola	23649	470	24119	23678
Indore	298	0	298	298
Kota	2605	0	2605	2605
Sagar	3197	0	3197	3197
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	4-Feb-20	4-Feb-20	4-Feb-20	4-Feb-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	892	0	892	892
Jaipur	1293	0	1293	1293
Alwar	1903	431	2334	1693
Hapur	-	-	-	-



Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	5-Feb-20		4-Feb-20		
	Low	High	Low	High	
Indore –Plant	4100	4170	4000	4100	70
Indore–Mandi	3900	4050	3900	4100	-50
Nagpur-Plant	4150	4200	4120	4150	50
Nagpur – Mandi	3560	3760	3600	3950	-190
Latur – Mandi	3800	4240	3860	4210	30
Akola – Mandi	3300	3900	3200	3900	Unch
Kota-Plant	4050	4150	4000	4100	50
Kota – Mandi	3700	4000	3800	4100	-100
Bundi-Plant	4100	4150	4050	4100	50
Bundi-Mandi	3950	4050	3900	3950	100
Baran-Plant	4100	4300	3850	4200	100
Baran-Mandi	3900	4200	3700	4100	100
Bhawani Mandi Jhalawar–Plant	4250	4300	4200	4250	50
Jhalwar-Mandi	4150	4200	4100	4150	50
Rapeseed/Mustard					
Jaipur-(Condition)	4355	4360	4395	4400	-40
Alwar-(Condition)	3950	4000	4050	4100	-100
Sri Ganganagar-(Non-Condition)	3800	3850	3900	3950	-100
New Delhi–(Condition)	4200	4250	4250	4300	-50
Kota-(Condition)	3900	4000	4000	4100	-100
Agra-(Condition)	4286	4357	4286	4357	Unch
Neewai-(Condition)	4010	4040	4000	4030	10
Hapur (UP)-(Condition)	4200	4250	4150	4200	50
Groundnut Seed					
Rajkot	NA	NA	875	875	-
Sunflower Seed					
Gulbarga	NA	NA	3002	3752	-
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	5-Feb-20	6-Feb-20	
Madhya Pradesh	65000	60000	5000
Maharashtra	55000	50000	5000
Rajasthan	25000	18000	7000
Bundi (Raj)	135	40	95
Baran (Raj)	1000	2000	-1000
Jhalawar (Raj)	1200	1600	-400
Rapeseed/Mustard			
Rajasthan	45000	45000	Unch
Alwar	1500	1000	500
Sri Ganganagar	200	400	-200
Kota	1500	1200	300
Groundnut Seed			
Rajkot (Gujarat)	NA	1592	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	5-Feb-20	4-Feb-20	Change
Groundnut Kernel	5700	5700	Unch
Gr. Bolds 60/70	6750	6750	Unch
Gr. Javas 60/70	8300	8300	Unch
Gr Javas 70/80	7950	7950	Unch
Gr.Javas 80/90	7700	7700	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

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> 2019 Indian Agribusiness Systems Ltd.