
Oilseeds Domestic Fundamental

Mixed trend are extended in Oilseeds complex after weak supplies in the market today. Soybean prices closed higher side in spot markets today after good demand of millers at the current level. While, arrivals were lower as farmers expect more price rise in the market. Farmers and traders hold total 25 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. Traders expect 20% higher mustard crop of this season in Rajasthan belt. Standing mustard crops in the fields are in good condition so far. NCDEX Soybean and Mustard Feb contract closed lower side on profit booking.

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 closed higher side supported by higher exports sales data of U.S. and China's announcement to reduce tariff on U.S. soybean from 30% to 27.5%. However, higher crop expectation in South America will curb any major gain.

During the week (Jan.24 to 30 Jan, 2020) US sold higher soybean by 76% to 703,800 MT for 2019/2020 from the previous week and 29% higher from prior 4-week average. Increases primarily for Egypt (264,400 MT), the Netherlands (205,600 MT, including 194,000 MT switched from unknown destinations and decreases of 800 MT), Taiwan (116,900 MT, including 117,000 MT switched from unknown destinations and decreases of 6,800 MT), Germany (69,100 MT), and Spain (63,500 MT, including 63,000 MT switched from unknown destinations and decreases of 3,300 MT), were offset by reductions primarily for unknown destinations (238,800 MT). For 2020/2021, total net sales of 4,000 MT were for Japan. Exports of 1,448,300 MT were up 25 percent from the previous week and 28 percent from the prior 4-week average. The destinations were primarily to China (552,500 MT), the Netherlands (205,600 MT), Taiwan (163,900 MT), Spain (118,500 MT), and Mexico (72,700 MT).

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4180 to 4290 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4250 and 4300 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:06.02.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-20	-1.53	4160	4186	4094	4108	31720	-4,210	58350	-13120
Mar-20	-1.72	4174	4194	4096	4112	49070	100	142705	8105
Apr-20	-1.77	4180	4200	4108	4118	11970	-4,500	82625	3855
Mustard Seed Futures Contract: NCDEX Price									
Feb-20	-1.64	4060	4070	4015	4021	10900	-2,100	8560	-700
Mar-20	-1.38	4124	4128	4061	4067	14700	-1,290	16020	550
Apr-20	-1.14	4129	4135	4081	4091	1040	-60	3640	50
Soybean Basis – (132)					Mustard Basis-(309)				
Spread					Spread				
	Feb-20	Mar-20	Apr-20			Feb-20	Mar-20	Apr-20	
Feb-20	132				Feb-20	309			
Mar-20		128			Mar-20		263		
Apr-20			122		Apr-20			239	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	5-Feb-20	5-Feb-20	5-Feb-20	5-Feb-20
Akola	22313	410	22723	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
	5-Feb-20	5-Feb-20	5-Feb-20	5-Feb-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	892	0	892	892
Jaipur	1293	0	1293	1293
Alwar	2334	30	2364	1693
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	6-Feb-20		5-Feb-20		
	Low	High	Low	High	
Indore –Plant	4150	4240	4100	4170	70
Indore–Mandi	3900	4050	3900	4050	Unch
Nagpur-Plant	4200	4250	4150	4200	50
Nagpur – Mandi	3610	4070	3560	3760	310
Latur – Mandi	3800	4280	3800	4240	40
Akola – Mandi	2900	3925	3300	3900	25
Kota-Plant	4100	4200	4050	4150	50
Kota – Mandi	3900	4100	3700	4000	100
Bundi-Plant	4150	4200	4100	4150	50
Bundi-Mandi	4000	4100	3950	4050	50
Baran-Plant	4100	4300	4100	4300	Unch
Baran-Mandi	3900	4200	3900	4200	Unch
Bhawani Mandi Jhalawar–Plant	4250	4300	4250	4300	Unch
Jhalwar-Mandi	4150	4200	4150	4200	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	4325	4330	4355	4360	-30
Alwar-(Condition)	4150	4200	3950	4000	200
Sri Ganganagar-(Non-Condition)	3800	3850	3800	3850	Unch
New Delhi–(Condition)	4250	4300	4200	4250	50
Kota-(Condition)	3860	3950	3900	4000	-50
Agra-(Condition)	4286	4357	4286	4357	Unch
Neewai-(Condition)	4050	4100	4010	4040	60
Hapur (UP)-(Condition)	4200	4250	4200	4250	Unch
Groundnut Seed					
Rajkot	860	860	NA	NA	-
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	6-Feb-20	5-Feb-20	
Madhya Pradesh	60000	65000	-5000
Maharashtra	55000	55000	Unch
Rajasthan	17000	25000	-8000
Bundi (Raj)	135	135	Unch
Baran (Raj)	700	1000	-300
Jhalawar (Raj)	1000	1200	-200
Rapeseed/Mustard			
Rajasthan	45000	45000	Unch
Alwar	1000	1500	-500
Sri Ganganagar	200	200	Unch
Kota	1500	1500	Unch
Groundnut Seed			
Rajkot (Gujarat)	5635	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	6-Feb-20	5-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

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