

**Oilseeds Domestic Fundamental**

**Mostly weak tone are depicted in oilseeds complex today. 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 higher side after firm global market sentiments.

**According to farm ministry recent data, India is likely to grow mustard crop at 9.34 million tonnes for 2019/20** season which is unchanged from last year record. Overall crop condition is good and likely to support mustard production to increase. However, hailstorm in early Jan month 2020 have affected standing mustard crops in some parts of northern and western part of India which may cause the stem rot disease and leave the plant wilted. In Rajasthan, western Uttar Pradesh and southern Haryana, white rust and stem rot diseases were reported which may curb any major rise in crop size. It pegged 6.2 million hectares of mustard sowing area for this season unchanged from last season. It expects total 2.7 million hectares of sowing area in Rajasthan. However, farmers may switch mustard area to wheat in MP, Haryana, Uttar Pradesh and West Bengal. Mustard yield for 2019-20 is likely to stay unchanged at 1.49 tonnes per hac as compared to previous year. While, yield may increase to 1.9 tonnes per hac. in some parts of eastern UP.

**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 31<sup>st</sup> 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 closed upside after USDA recent released report of Jan month. As per USDA, U.S.** soybean ending stock is likely to decline at 425 million bushels supported by rising demand of China. USDA has also increased the soybean export outlook for top exporter Brazil and Ukraine to reflect a 3.5% increase in overall Chinese soybean imports.

As per Arc Merconsul, farmers in Brazil have harvested 15.7% of the soybean area as on Feb 7, 2020 of this season. It is lower from 27.3% in last year record during the same period of time. Recent rainfall has disturbed harvesting in the Goias, Minas, Gerais, Tocantins Sao Paulo and Mato Grasso states. 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 4000 to 4100 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4150 and 4200 per quintal ahead of a day.



### Soybean Futures Contract: NCDEX Price

Date: 12.02.2020 at 5:00 PM

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-20	+1.17	3924	3970	3872	3970	15785	2,020	18550	-9080
Mar-20	+0.51	3900	3940	3858	3930	48845	1,225	141595	-4580
Apr-20	+0.31	3922	3932	3860	3920	19950	3,735	99925	5240

### Mustard Seed Futures Contract: NCDEX Price

Feb-20	+1.61	3955	4060	3955	4038	3810	2,500	4320	-1710
Mar-20	+1.00	3990	4064	3975	4047	21000	6,550	17370	530
Apr-20	+0.62	4015	4080	4010	4065	1800	320	3810	-80

Soybean Basis – (30)					Mustard Basis-(192)			
Spread					Spread			
	Feb-20	Mar-20	Apr-20			Feb-20	Mar-20	Apr-20
Feb-20	30				Feb-20	192		
Mar-20		70			Mar-20		183	
Apr-20			80		Apr-20			165

### Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	11-Feb-20	11-Feb-20	11-Feb-20	11-Feb-20
Akola	22739	993	23732	22836
Indore	297	0	297	298
Kota	2598	0	2598	2605
Sagar	3189	0	3189	3197
Nagpur	-	-	-	-

### Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	11-Feb-20	11-Feb-20	11-Feb-20	11-Feb-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	253	0	253	253
Jaipur	566	0	566	566
Alwar	2374	40	2414	2364
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	12-Feb-20		11-Feb-20		
	Low	High	Low	High	
Indore –Plant	3915	4000	3990	4075	-75
Indore–Mandi	3800	3950	3800	3900	50
Nagpur-Plant	4150	4180	4200	4220	-40
Nagpur – Mandi	3610	3960	3560	3970	-10
Latur – Mandi	NA	NA	3750	4050	-
Akola – Mandi	3300	3800	3200	3900	-100
Kota-Plant	3800	3900	3800	3900	Unch
Kota – Mandi	3800	3850	3800	3850	Unch
Bundi-Plant	3900	3950	3900	3950	Unch
Bundi-Mandi	3700	3870	3700	3870	Unch
Baran-Plant	3800	4000	3850	4050	-50
Baran-Mandi	3850	3950	3900	4000	-50
Bhawani Mandi Jhalawar–Plant	4020	4050	4050	4100	-50
Jhalwar-Mandi	3950	4000	4020	4080	-80
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	4225	4230	4215	4220	10
Alwar-(Condition)	3950	4000	4050	4100	-100
Sri Ganganagar-(Non-Condition)	3750	3780	3815	3825	-45
New Delhi–(Condition)	4250	4300	4225	4275	25
Kota-(Condition)	3700	3750	3750	3850	-100
Agra-(Condition)	4190	4286	4119	4190	95
Neewai-(Condition)	3850	3900	3870	3920	-20
Hapur (UP)-(Condition)	4150	4200	4150	4200	Unch
<b>Groundnut Seed</b>					
Rajkot	860	860	880	880	-20
<b>Sunflower Seed</b>					
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
<b>Soybean</b>	<b>12-Feb-20</b>	<b>11-Feb-20</b>	
Madhya Pradesh	50000	55000	-5000
Maharashtra	50000	50000	Unch
Rajasthan	17000	15000	2000
Bundi (Raj)	100	80	20
Baran (Raj)	1100	1600	-500
Jhalawar (Raj)	900	1300	-400
<b>Rapeseed/Mustard</b>			
Rajasthan	40000	40000	Unch
Alwar	1000	1000	Unch
Sri Ganganagar	300	200	100
Kota	1200	1000	200
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	3395	3430	-35
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	12-Feb-20	11-Feb-20	Change
Groundnut Kernel	5700	5700	Unch
Gr. Bolds 60/70	7300	7300	Unch
Gr. Javas 60/70	8850	8850	Unch
Gr Javas 70/80	8700	8700	Unch
Gr.Javas 80/90	8250	8250	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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