

**Oilseeds Domestic Fundamental**

Mixed trend are seen in oilseeds complex today amid mixed sentiments 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. Soybean price may decline further as seasonal demand is over and poultry demand for soymeal is also less. There is no margin in crushing soybean at current level due to weak demand of soy oil. 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 Feb contract increased on buying activities however Mustard Feb contract closed lower side after selling pressures.

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 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 closed upside on buyer's interest.

During the week (Jan 31 to Feb 6, 2020) U.S. sold total 8% lower soybean for 2019-20 against previous week record however higher by 2% from the prior 4 week average. Increases primarily for China (132,000 MT), Egypt (120,000 MT), Bangladesh (60,900 MT, including 56,000 MT switched from unknown destinations and decreases of 1,100 MT), the Netherlands (56,000 MT, including 60,000 MT switched from unknown destinations and decreases of 4,000 MT), and Japan (48,400 MT, including 29,700 MT switched from unknown destinations and decreases of 1,200 MT), were offset by reductions for Costa Rica (100 MT). For 2020/2021, net sales of 6,300 MT were for Japan (6,100 MT) and Hong Kong (200 MT). Exports of 611,300 MT were down 58 percent from the previous week and 50 percent from the prior 4-week average. The destinations were primarily to Bangladesh (85,900 MT), Mexico (73,000 MT), China (69,000 MT), the Netherlands (56,000 MT), and Taiwan (50,800 MT).

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4000 to 4050 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4180 and 4220 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:13.02.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-20	0.25	3964	4018	3956	3974	10015	-5,770	14315	-4235
Mar-20	-0.31	3930	3986	3896	3918	45920	-2,925	139555	-2040
Apr-20	-0.51	3920	3970	3878	3900	13745	-6,205	100925	1000
Mustard Seed Futures Contract: NCDEX Price									
Feb-20	-0.30	4051	4080	4015	4039	3420	-390	2280	-2040
Mar-20	-0.30	4054	4080	4031	4042	19170	-1,830	17380	10
Apr-20	-0.20	4072	4094	4056	4064	1350	-450	3790	-20
Soybean Basis – (106)					Mustard Basis-(246)				
Spread					Spread				
	Feb-20	Mar-20	Apr-20			Feb-20	Mar-20	Apr-20	
Feb-20	106				Feb-20	246			
Mar-20		162			Mar-20		243		
Apr-20			180		Apr-20			221	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	12-Feb-20	12-Feb-20	12-Feb-20	12-Feb-20
Akola	22799	1114	23913	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
	12-Feb-20	12-Feb-20	12-Feb-20	12-Feb-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	112	0	112	253
Jaipur	566	0	566	566
Alwar	2414	51	2465	2364
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	13-Feb-20		12-Feb-20		
	Low	High	Low	High	
Indore –Plant	4025	4080	3915	4000	80
Indore–Mandi	3800	4000	3800	3950	50
Nagpur-Plant	4150	4180	4150	4180	Unch
Nagpur – Mandi	3600	3950	3610	3960	-10
Latur – Mandi	3550	4015	3750	4050	-35
Akola – Mandi	3300	3800	3300	3800	Unch
Kota-Plant	3900	3950	3800	3900	50
Kota – Mandi	3800	3900	3800	3850	50
Bundi-Plant	3950	3975	3900	3950	25
Bundi-Mandi	3800	3900	3700	3870	30
Baran-Plant	3950	4000	3800	4000	Unch
Baran-Mandi	3900	4000	3850	3950	50
Bhawani Mandi Jhalawar–Plant	3950	4000	4020	4050	-50
Jhalwar-Mandi	3700	3950	3950	4000	-50
Rapeseed/Mustard					
Jaipur-(Condition)	4280	4285	4225	4230	55
Alwar-(Condition)	4000	4050	3950	4000	50
Sri Ganganagar-(Non-Condition)	3700	3750	3750	3780	-30
New Delhi–(Condition)	4250	4300	4250	4300	Unch
Kota-(Condition)	3700	3800	3700	3750	50
Agra-(Condition)	4190	4286	4190	4286	Unch
Neewai-(Condition)	3900	3980	3850	3900	80
Hapur (UP)-(Condition)	4150	4200	4150	4200	Unch
Groundnut Seed					
Rajkot	NA	NA	860	860	-
Sunflower Seed					
Gulbarga	3025	3755	3025	3755	Unch
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	13-Feb-20	12-Feb-20	
Madhya Pradesh	50000	50000	Unch
Maharashtra	50000	50000	Unch
Rajasthan	15000	17000	-2000
Bundi (Raj)	100	100	Unch
Baran (Raj)	1000	1100	-100
Jhalawar (Raj)	800	900	-100
Rapeseed/Mustard			
Rajasthan	40000	40000	Unch
Alwar	800	1000	-200
Sri Ganganagar	250	300	-50
Kota	600	1200	-600
Groundnut Seed			
Rajkot (Gujarat)	NA	3395	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	13-Feb-20	12-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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