



Oilseeds Domestic Fundamental

Steady to weak tone in oilseeds complex today on poor demand 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. NCDEX Soybean & RMSeed Mustard March contract declined on selling pressures on intensified worries over fast spreading coronavirus outbreak.

Farmers have started to bring new mustard early sown crop at few districts of Rajasthan, UP, MP and Gujarat. However, the new harvested mustard crops contained 48 to 52% moisture which is higher than 10 to 12% in normal condition. Traders expect 20% higher mustard crop of this season in Rajasthan belt. Farmers have covered total 6.9 million hac. Of mustard seed in 2019-20 season lower by 0.4% against last year record. However, good weather condition and ample water availability have supported to increase yield at major growing states which is likely to boost up mustard crop production in this year. Traders expect 8 million tonnes of mustard crop output in this year which is higher by 2.6% from 7.8 million tonnes in previous year record.

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.

Oilseeds International Fundamentals

CBOT futures prices closed lower side on selling pressures today.

As per recent government data, China bought 69,009 tons of soybean in the week ended Feb 6, 2020 which is lower from last month.

As per sources, European Union bought total 8.74 million tonnes of Soybean till Feb 16, 2020 (season started on July 1) which is lower by 5% from last year record in Feb. 10. EU soymeal imports had reached higher by 4% to 11.29 million tonnes against the year-earlier period, while Rapeseed imports went up by 47% to 4.18 million tonnes against last year record. However, palm oil imports stood down by 17% to 3.38 million tonnes.

As per Agroconsult, Brazil is likely to harvest 126.3 million tons of soybean in 2019-20 higher against 124.3 in its prior forecast. It forecast soybean exports of Brazil at 73 million tonnes for this season lower against 76-78 from its prior forecast. Brazil may export total 54 million tonnes of soybean in 2020 lower against 58 million tonnes in 2019.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3920 to 4000 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:17.02.2020 at 5:00 PM | | |
|--|--------|--------|--------|------|---------------------|--------|----------------------------|--------|--------|
| Contract | +/- | Open | High | Low | Close | Volume | Change | OI | Change |
| Feb-20 | 0.64 | 3972 | 4070 | 3950 | 4070 | 2700 | -20,680 | 3660 | -125 |
| Mar-20 | -0.91 | 3930 | 3946 | 3882 | 3904 | 25405 | -15,610 | 141240 | -2075 |
| Apr-20 | -0.92 | 3908 | 3920 | 3862 | 3878 | 12765 | -8,480 | 105105 | -190 |
| Mustard Seed Futures Contract: NCDEX Price | | | | | | | | | |
| Feb-20 | -0.68 | 3983 | 3970 | 3955 | 3956 | 820 | -710 | 540 | -1200 |
| Mar-20 | -0.87 | 4068 | 4088 | 4001 | 4010 | 12680 | -1,540 | 18270 | 470 |
| Apr-20 | -0.64 | 4083 | 4083 | 4042 | 4047 | 1510 | 670 | 3990 | 100 |
| Soybean Basis – (-50) | | | | | Mustard Basis-(324) | | | | |
| Spread | | | | | Spread | | | | |
| | Feb-20 | Mar-20 | Apr-20 | | | Feb-20 | Mar-20 | Apr-20 | |
| Feb-20 | -50 | | | | Feb-20 | 324 | | | |
| Mar-20 | | 116 | | | Mar-20 | | 270 | | |
| Apr-20 | | | 142 | | Apr-20 | | | 233 | |

| Soybean Stock Position & Fed: | | | | |
|-------------------------------|-----------|------------|-----------|-----------|
| Stocks | Demat | In-Process | Total | FED |
| | 15-Feb-20 | 15-Feb-20 | 15-Feb-20 | 15-Feb-20 |
| Akola | 22396 | 1039 | 23435 | 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 |
| | 15-Feb-20 | 15-Feb-20 | 15-Feb-20 | 15-Feb-20 |
| Sri Ganganagar | - | - | - | - |
| Bharatpur | - | - | - | - |
| Bikaner | - | - | - | - |
| Kota | 112 | 0 | 112 | 253 |
| Jaipur | 566 | 0 | 566 | 566 |
| Alwar | 1012 | 192 | 1204 | 2364 |
| Hapur | - | - | - | - |

Oilseed Prices at Key Spot Markets:

| Commodity / Centre | Prices (Rs/Qtl) | | | | Change |
|---|-----------------|------|-----------|------|--------|
| Soybean | 17-Feb-20 | | 15-Feb-20 | | |
| | Low | High | Low | High | |
| Indore –Plant | 3975 | 4025 | 4000 | 4050 | -25 |
| Indore–Mandi | 3800 | 3950 | 3800 | 4000 | -50 |
| Nagpur-Plant | 4025 | 4125 | 4100 | 4125 | Unch |
| Nagpur – Mandi | 3800 | 4000 | 3800 | 4000 | Unch |
| Latur – Mandi | NA | NA | 3550 | 4015 | - |
| Akola – Mandi | NA | NA | 3300 | 3800 | - |
| Kota-Plant | 3900 | 3950 | 4000 | 4050 | -100 |
| Kota – Mandi | 3700 | 3800 | 3900 | 3950 | -150 |
| Bundi-Plant | 3950 | 4000 | 4000 | 4050 | -50 |
| Bundi-Mandi | 3800 | 3950 | 3700 | 4000 | -50 |
| Baran-Plant | 3900 | 3950 | 3950 | 4000 | -50 |
| Baran-Mandi | 3800 | 3900 | 3900 | 3950 | -50 |
| Bhawani Mandi Jhalawar–Plant | 4000 | 4050 | 4050 | 4080 | -30 |
| Jhalwar-Mandi | 3800 | 4000 | 3700 | 4025 | -25 |
| Rapeseed/Mustard | | | | | |
| Jaipur-(Condition) | 4275 | 4280 | 4275 | 4280 | Unch |
| Alwar-(Condition) | 3900 | 3950 | 4050 | 4100 | -150 |
| Sri Ganganagar-(Non-Condition) | 3650 | 3725 | 3750 | 3825 | -100 |
| New Delhi–(Condition) | 4300 | 4325 | 4300 | 4325 | Unch |
| Kota-(Condition) | 3700 | 3750 | 3700 | 3800 | -50 |
| Agra-(Condition) | 4190 | 4238 | 4190 | 4238 | Unch |
| Neewai-(Condition) | 3800 | 3900 | 3900 | 3950 | -50 |
| Hapur (UP)-(Condition) | 4200 | 4300 | 4250 | 4300 | Unch |
| Groundnut Seed | | | | | |
| Rajkot | 842 | 842 | 840 | 840 | 2 |
| Sunflower Seed | | | | | |
| Gulbarga | NA | NA | 3354 | 3654 | - |
| 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 | 17-Feb-20 | 15-Feb-20 | |
| Madhya Pradesh | 45000 | 50000 | -5000 |
| Maharashtra | 40000 | 50000 | -10000 |
| Rajasthan | 19000 | 15000 | 4000 |
| Bundi (Raj) | 50 | 80 | -30 |
| Baran (Raj) | 2000 | 1500 | 500 |
| Jhalawar (Raj) | 1000 | 1300 | -300 |
| Rapeseed/Mustard | | | |
| Rajasthan | 40000 | 40000 | Unch |
| Alwar | 700 | 500 | 200 |
| Sri Ganganagar | 300 | 200 | 100 |
| Kota | 300 | 300 | Unch |
| Groundnut Seed | | | |
| Rajkot (Gujarat) | 2800 | 1715 | 1085 |
| Sunflower Seed | | | |
| Sholapur (Maharashtra) | NA | NA | - |

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

| Oilseeds | 17-Feb-20 | 15-Feb-20 | Change |
|----------------------------------|-----------|-----------|--------|
| Groundnut Kernel | 5700 | 5700 | Unch |
| Gr. Bolds 60/70 | 7350 | 7300 | 50 |
| Gr. Javas 60/70 | 8900 | 8850 | 50 |
| Gr Javas 70/80 | 8750 | 8700 | 50 |
| Gr.Javas 80/90 | 8300 | 8250 | 50 |
| KardiSeed 2% Exp Qly | 5200 | 5200 | Unch |
| Sesame White 98/2/1 FM | 10700 | 10700 | Unch |
| Whitish 95/5/FFA/1FM | 10500 | 10500 | Unch |
| Brown 48/2 FFA/4 FM | 10300 | 10300 | Unch |
| Brown 48/3 FFA/4 FM | 9800 | 9800 | Unch |
| Brown 48/4 FM/* No FFA Guarantee | 9500 | 9500 | Unch |
| Sunflower Seed | 4500 | 4500 | Unch |
| Niger Seed (4% FM) | 5400 | 5400 | Unch |

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