
Oilseeds Domestic Fundamental

Dull trading activities are seen Oilseeds complex today. Few markets are remain closed due to Mahashivratri.

As per second advanced estimates of ministry, India is likely to grow 22.55% higher groundnut seed at 82.44 lakh tonnes in 2019-20 compared to 67.27 lakh tonnes in 2018-19. India may get 69.49 lakh tones of kharif crop of groundnut which is higher from 53.87 lakh tonnes however 3.3% lower Rabi season groundnut crop at 12.95 lakh tonnes in 2019-20 against last season. Mustard output of Rabi season is expected to stay at 91.13 lakh tonnes in 2019-20 which is 1.54% lower from 92.56 lakh tonnes in last year. Soybean crop size for kharif season is estimated at 136.28 lakh tonnes higher by 2.71% against 132.68 lakh tonnes in 2018-19. Total oilseeds crop size is placed at 341.88 lakh tonnes in 2019-20 higher against 315.22 in last year supported by higher kharif season crop size.

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.

Oilseeds International Fundamentals

CBOT futures prices declined on concerns over declining demand in China due to coronavirus epidemic.

As per USDA report, US sold 23% lower Soybean to 494,300 for 2019/20 and 22 % from the prior 4 week average. Increases primarily for Indonesia (91,300 MT, including 55,000 MT switched from unknown destinations and decreases of 3,500 MT), Japan (89,800 MT, including 36,000 MT switched from unknown destinations and decreases of 2,100 MT), the Netherlands (82,400 MT, including 80,000 MT switched from unknown destinations), Mexico (79,700 MT, including decreases of 1,200 MT), and Israel (41,200 MT), were offset by reductions for Nepal (100 MT). For 2020/2021, total net sales of 3,400 MT were for Japan. Exports of 957,800 MT were up 57 percent from the previous week, but down 10 percent from the prior 4-week average. The destinations were primarily to China (269,500 MT), Mexico (139,900 MT), Japan (104,600 MT), the Netherlands (82,400 MT), and Indonesia (82,000 MT).

As per USDA report, U.S. is likely to plant 11.69% higher Soybean at 85 million acres in 2020 higher from 76.1 million acres in 2019.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3900 to 3950 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4200 and 4240 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price

Date:20.02.2020 at 5:00 PM

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-20	+0.1	3864	3898	3836	3868	27980	2,210	136035	-2000
Apr-20	+0.05	3824	3870	3816	3846	14890	-1,685	106515	1460
May-20	+0.05	3860	3884	3836	3858	3145	-3,305	31905	1635

Mustard Seed Futures Contract: NCDEX Price

Mar-20	+0.55	4005	4028	3981	4024	11320	-2,820	16960	-310
Apr-20	+0.10	4030	4056	4020	4050	1550	180	4210	80
May-20	+0.00	4090	4090	4090	4090		0	10	0

Soybean Basis – (107)					Mustard Basis-(231)				
Spread					Spread				
	Mar-20	Apr-20	May-20			Mar-20	Apr-20	May-20	
Mar-20	107				Mar-20	231			
Apr-20		129			Apr-20		205		
May-20			117		May-20			165	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	19-Feb-20	19-Feb-20	19-Feb-20	19-Feb-20
Akola	21535	100	21635	23187
Indore	297	0	297	297
Kota	2598	0	2598	2599
Sagar	3189	0	3189	3189
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	19-Feb-20	19-Feb-20	19-Feb-20	19-Feb-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	112	0	112	112
Jaipur	169	0	169	169
Alwar	953	10	963	851
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	22-Feb-20		20-Feb-20		
	Low	High	Low	High	
Indore –Plant	3925	3975	3925	3975	Unch
Indore–Mandi	3800	3950	3800	3950	Unch
Nagpur-Plant	4050	4100	4050	4100	Unch
Nagpur – Mandi	3550	3825	3610	3980	-155
Latur – Mandi	3785	4030	3670	3975	55
Akola – Mandi	NA	NA	3350	3800	-
Kota-Plant	3900	4000	3900	4000	Unch
Kota – Mandi	3700	3900	3700	3900	Unch
Bundi-Plant	3900	3950	3900	3950	Unch
Bundi-Mandi	Closed	Closed	3600	3800	-
Baran-Plant	4025	4050	4025	4050	Unch
Baran-Mandi	Closed	Closed	3875	3975	-
Bhawani Mandi Jhalawar–Plant	4050	4075	4050	4075	Unch
Jhalwar-Mandi	Closed	Closed	3700	4030	-
Rapeseed/Mustard					
Jaipur-(Condition)	4270	4275	4250	4255	20
Alwar-(Condition)	3800	3900	3800	3900	Unch
Sri Ganganagar-(Non-Condition)	3650	3750	3650	3750	Unch
New Delhi–(Condition)	4210	4250	4210	4250	Unch
Kota-(Condition)	3800	3900	3750	3850	50
Agra-(Condition)	4048	4238	4048	4238	Unch
Neewai-(Condition)	3900	3970	3900	3970	Unch
Hapur (UP)-(Condition)	4150	4250	4150	4250	Unch
Groundnut Seed					
Rajkot	NA	NA	NA	NA	-
Sunflower Seed					
Gulbarga	NA	NA	3676	4026	-
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	22-Feb-20	20-Feb-20	
Madhya Pradesh	40000	40000	Unch
Maharashtra	40000	40000	Unch
Rajasthan	14000	14000	Unch
Bundi (Raj)	Closed	35	-
Baran (Raj)	Closed	1100	-
Jhalawar (Raj)	Closed	1500	-
Rapeseed/Mustard			
Rajasthan	25000	40000	-15000
Alwar	1400	1400	Unch
Sri Ganganagar	150	150	Unch
Kota	500	500	Unch
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	22-Feb-20	20-Feb-20	Change
Groundnut Kernel	5725	5675	50
Gr. Bolds 60/70	7350	7350	Unch
Gr. Javas 60/70	8900	8900	Unch
Gr Javas 70/80	8750	8750	Unch
Gr.Javas 80/90	8300	8300	Unch
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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