
Oilseeds Domestic Fundamental

Steady to weak tone are seen in Oilseeds complex today on poor millers demand today. New crops of Mustard seed have started to arrive in mandies however in a slow pace and likely to report good quantity after mid of March 2020. Heavy rainfall in Jan month delayed harvesting pace of mustard seed of this season. Mustard seed prices in spot markets is likely to increase ahead of Holi Festival. Farmers and traders hold total 20 to 30 lakh tons of soybean seed and likely to release in March end or April 2020. NCDEX soybean and RM seed March contract declined on selling pressures today.

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 tonnes 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. Farmers have covered total 6.9 million hac. Of mustard seed in 2019-20 season lower by 0.4% against last year record as some parts of area has been shifted to Wheat crop. We expect lower crop size in 2020-21 on account of poor yield against last year record. In 2019-20, we have estimated RM Seeds crop size at 7.9 MMT higher from 2018-19 due to higher sown area and good yield.

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 after weak exports sales data of USDA for this week.

As per sources, Argentina may grow higher soybean crop at 54.5 million tonnes in 2019-20 compared to its previous forecast i.e. 53.1 million tonnes on account of good rainfall.

As per IGC (International Grain Council), Global soybean output for 2019-20 may decline by 5 million tonne to 345 million tonnes due to slight shortfall in U.S Soybean output. In 2020-21, U.S. may cover 4% higher soybean planting area.

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 3700 to 3830 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4230 and 4280 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:28.02.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-20	-2.53	3750	3756	3692	3700	35880	8,645	95945	-5295
Apr-20	-2.29	3714	3724	3662	3674	32430	8,065	112670	1395
May-20	-2.18	3720	3728	3666	3684	15250	2,500	51770	6595
Mustard Seed Futures Contract: NCDEX Price									
Mar-20	-0.50	3994	4012	3970	3993	18550	7,200	17680	150
Apr-20	-0.42	4008	4031	3993	4020	3180	1,980	4260	-320
May-20	+0.22	4029	4039	4038	4038	70	60	50	40
Soybean Basis – (200)					Mustard Basis-(257)				
Spread					Spread				
	Mar-20	Apr-20	May-20			Mar-20	Apr-20	May-20	
Mar-20	200				Mar-20	257			
Apr-20		226			Apr-20		230		
May-20			216		May-20			212	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	28-Feb-20	28-Feb-20	28-Feb-20	28-Feb-20
Akola	21724	75	21799	21544
Indore	297	-	297	297
Kota	2598	-	2598	2599
Sagar	3209	-	3209	3209
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	28-Feb-20	28-Feb-20	28-Feb-20	28-Feb-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	112	-	112	112
Jaipur	602	-	602	139
Alwar	472	0	472	632
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	29-Feb-20		28-Feb-20		
	Low	High	Low	High	
Indore –Plant	3750	3850	3800	3900	-50
Indore–Mandi	3650	3800	3700	3850	-50
Nagpur-Plant	4050	4100	4050	4100	Unch
Nagpur – Mandi	3300	3610	3500	3860	-250
Latur – Mandi	NA	NA	3490	3885	-
Akola – Mandi	2400	3800	2650	3650	150
Kota-Plant	3700	3750	3700	3750	Unch
Kota – Mandi	3650	3700	3650	3700	Unch
Bundi-Plant	3650	3700	3680	3730	-30
Bundi-Mandi	3570	3670	3580	3680	-10
Baran-Plant	3700	3800	3800	3900	-100
Baran-Mandi	3650	3750	3750	3850	-100
Bhawani Mandi Jhalawar–Plant	3800	3850	3900	3950	-100
Jhalwar-Mandi	3500	3800	3700	3900	-100
Rapeseed/Mustard					
Jaipur-(Condition)	4235	4240	4245	4250	-10
Alwar-(Condition)	3800	3900	3900	4000	-100
Sri Ganganagar-(Non-Condition)	3700	3750	3780	3825	-75
New Delhi–(Condition)	4150	4200	4150	4200	Unch
Kota-(Condition)	3830	3930	3850	3950	-20
Agra-(Condition)	4048	4238	4048	4238	Unch
Neewai-(Condition)	3870	3920	3870	3920	Unch
Hapur (UP)-(Condition)	4050	4150	4050	4150	Unch
Groundnut Seed					
Rajkot	870	870	850	850	20
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	29-Feb-20	28-Feb-20	
Madhya Pradesh	40000	40000	Unch
Maharashtra	30000	30000	Unch
Rajasthan	12000	12000	Unch
Bundi (Raj)	21	50	-29
Baran (Raj)	1000	900	100
Jhalawar (Raj)	2000	1000	1000
Rapeseed/Mustard			
Rajasthan	50000	50000	Unch
Alwar	3000	2500	500
Sri Ganganagar	300	200	100
Kota	1500	900	600
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	29-Feb-20	28-Feb-20	Change
Groundnut Kernel	6000	6000	Unch
Gr. Bolds 60/70	7700	7600	100
Gr. Javas 60/70	9250	9150	100
Gr Javas 70/80	9100	9000	100
Gr.Javas 80/90	8650	8550	100
KardiSeed 2% Exp Qly	4200	4200	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)	5300	5300	Unch

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