

**Oilseeds Domestic Fundamental**

Mixed tone are witnessed in Oilseeds complex today on mixed sentiments 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 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. 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 Arc Mercosul, farmers in Brazil have harvested 43.1% of the soybean area as on Feb 28, 2020 of this season. It is lower from 56% in last year record during the same period of time. AgRural expects total 123.9 million tonnes of soybean harvest in 2019-20.

As per sources, European Union bought total 9.24 million tonnes of Soybean till March 1, 2020 (season started on July 1) which is lower by 5% from last year record in Feb.24. EU soymeal imports were stable at 11.76 million tonnes against the year-earlier period, while Rapeseed imports went up by 40% to 4.25 million tonnes against last year record. However, palm oil imports stood down by 17% to 3.62 million tonnes.

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.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3850 to 3900 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4200 and 4280 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:2.03.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-20	-1.46	3730	3760	3650	3654	27475	-8,405	92250	-3695
Apr-20	-1.41	3704	3734	3624	3630	33480	1,050	111290	-1380
May-20	-1.3	3714	3740	3634	3638	14970	-280	56185	4415
Mustard Seed Futures Contract: NCDEX Price									
Mar-20	-1.52	4004	4033	3937	3939	16540	-2,010	18180	500
Apr-20	-1.49	4027	4053	3965	3968	2000	-1,180	4630	370
May-20	-0.72	4020	4020	4010	4010	100	30	80	30
Soybean Basis – (206)					Mustard Basis-(261)				
Spread					Spread				
	Mar-20	Apr-20	May-20			Mar-20	Apr-20	May-20	
Mar-20	206				Mar-20	261			
Apr-20		230			Apr-20		232		
May-20			222		May-20			190	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	29-Feb-20	29-Feb-20	29-Feb-20	29-Feb-20
Akola	21799	0	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
	29-Feb-20	29-Feb-20	29-Feb-20	29-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	3800	3860	3750	3850	10
Indore–Mandi	3650	3750	3650	3800	-50
Nagpur-Plant	4050	4100	4050	4100	Unch
Nagpur – Mandi	3300	3610	3300	3610	Unch
Latur – Mandi	NA	NA	3580	3950	-
Akola – Mandi	2500	3525	2400	3800	-275
Kota-Plant	3750	3800	3700	3750	50
Kota – Mandi	3700	3750	3650	3700	50
Bundi-Plant	3650	3700	3650	3700	Unch
Bundi-Mandi	3570	3670	3570	3670	Unch
Baran-Plant	3700	3800	3700	3800	Unch
Baran-Mandi	3650	3750	3650	3750	Unch
Bhawani Mandi Jhalawar–Plant	3800	3850	3800	3850	Unch
Jhalwar-Mandi	3500	3800	3500	3800	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	4195	4200	4235	4240	-40
Alwar-(Condition)	3850	3950	3800	3900	50
Sri Ganganagar-(Non-Condition)	3700	3725	3700	3750	-25
New Delhi–(Condition)	4150	4200	4150	4200	Unch
Kota-(Condition)	3700	3800	3830	3930	-130
Agra-(Condition)	4024	4214	4048	4238	-24
Neewai-(Condition)	3750	3800	3870	3920	-120
Hapur (UP)-(Condition)	4000	4100	4050	4150	-50
Groundnut Seed					
Rajkot	850	850	870	870	-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	2-Mar-20	29-Feb-20	
Madhya Pradesh	30000	40000	-10000
Maharashtra	25000	30000	-5000
Rajasthan	12000	12000	Unch
Bundi (Raj)	21	21	Unch
Baran (Raj)	700	1000	-300
Jhalawar (Raj)	2000	2000	Unch
Rapeseed/Mustard			
Rajasthan	50000	50000	Unch
Alwar	3000	3000	Unch
Sri Ganganagar	400	300	100
Kota	1000	1500	-500
Groundnut Seed			
Rajkot (Gujarat)	8820	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	2-Mar-20	29-Feb-20	Change
Groundnut Kernel	6000	6000	Unch
Gr. Bolds 60/70	7800	7700	100
Gr. Javas 60/70	9350	9250	100
Gr Javas 70/80	9200	9100	100
Gr.Javas 80/90	8750	8650	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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