
Oilseeds Domestic Fundamental

Firm tone are seen in Oilseeds complex today on good buying activities of millers today. Arrivals of soybean reported higher side as farmers and traders want to book profit at the current level. 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 future contracts increased after speculative buying activities in the market.

Sopa has revised Soybean Kharif production for 2019 from 89.94 lakh tonnes to 93.06 lakh tonnes after its recent field survey in Maharashtra, Madhya Pradesh and Rajasthan states. The revision is only for Maharashtra from 36.295 lakh tonne to 39.416 lakh tonne as sowing area stood higher side at 37.36 lakh ha. in 2019 against 36.39 lakh ha. in 2018. Sopa has increased soymeal consumption at 50 lakh tones higher from 47.5 lakh tonnes from its earlier estimates.

As per trade body, India is likely to grow at 7.8 million tonnes of Rapeseed crop in this season supported by higher yields on account of favorable weather condition. Agriwatch expect 7.46 million tonnes of Rapeseed crop in this season which is lower against 7.90 million tonnes in 2019-20 season as some of area has been shifted to wheat crop. Farmers have covered total 6.95 million hac. Of mustard seed area in 2019-20 season lower by 0.24 lakh hac. against 6.97 last year record.

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.

Oilseeds International Fundamentals

CBOT futures prices declined as fear of coronavirus is affecting exports demand. Lower price of crude oil is also pushing CBOT soybean price downside. However, China has granted tariff exemptions for some crushers to import U.S. soybeans so that the country can fulfill commitments under its Phase 1 trade deal with the United States. Argentina may increase taxes on soybean, soyoil, and soymeal exports to 33% from the current 30% which may support CBOT price to rise.

During (February 21 to 27, 2020) US sold 2% higher soybean to 345,000 MT for 2019-20 from the previous week and 35% from the prior four week average. Increases primarily for Mexico (164,000 MT, including decreases of 800 MT), Egypt (91,500 MT, including 90,000 MT switched from unknown destinations and decreases of 600 MT), the Netherlands (56,200 MT, including 60,000 MT switched from unknown destinations and decreases of 3,800 MT), Malaysia (50,300 MT, including 34,000 MT switched from unknown destinations), and Japan (42,300 MT, including decreases of 1,000 MT), were offset by reductions primarily for unknown destinations (135,200 MT). For 2020/2021, total net sales of 1,400 MT were for Japan. Exports of 695,600 MT were up 16 percent from the previous week, but down 22 percent from the prior 4-week average. The destinations were primarily to Egypt (171,500 MT), China (132,000 MT), Mexico (88,200 MT), the Netherlands (56,200 MT), and Bangladesh (52,800 MT).

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3940 to 3980 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4170 and 4200 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date:06.03.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-20	+0.21	3764	3812	3742	3790	18660	-3,205	66375	-9285
Apr-20	-0.37	3740	3778	3702	3734	27780	-8,075	118380	835
May-20	-0.64	3722	3774	3708	3726	4415	-4,120	62745	180
Mustard Seed Futures Contract: NCDEX Price									
Apr-20	+0.10	4092	4108	4042	4075	31300	-6,160	17450	970
May-20	-0.17	4090	4109	4060	4080	3870	-380	6080	560
June-20	+0.79	4100	4100	4082	4093	130	-390	640	60
Soybean Basis – (170)					Mustard Basis-(100)				
Spread					Spread				
	Mar-20	Apr-20	May-20			Apr-20	May-20	June-20	
Mar-20	170				Apr-20	100			
Apr-20		226			May-20		95		
May-20			234		June-20			82	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	5-Mar-20	5-Mar-20	5-Mar-20	5-Mar-20
Akola	21303	0	21303	21799
Indore	297	-	297	297
Kota	2598	-	2598	2599
Sagar	3209	-	3209	3209
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	5-Mar-20	5-Mar-20	5-Mar-20	5-Mar-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	-	-	-	-
Jaipur	-	-	-	-
Alwar	10	-	10	10
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	6-Mar-20		4-Mar-20		
	Low	High	Low	High	
Indore –Plant	3940	3960	3930	3950	10
Indore–Mandi	3600	3750	3700	3800	-50
Nagpur-Plant	3950	4000	3950	4000	Unch
Nagpur – Mandi	3250	3600	3250	3600	Unch
Latur – Mandi	NA	NA	NA	NA	-
Akola – Mandi	2800	3650	2800	3600	50
Kota-Plant	3850	3900	3700	3750	150
Kota – Mandi	3750	3800	3600	3650	150
Bundi-Plant	3650	3700	3500	3550	150
Bundi-Mandi	3600	3650	3450	3500	150
Baran-Plant	3750	3850	3600	3700	150
Baran-Mandi	3700	3800	3550	3650	150
Bhawani Mandi Jhalawar–Plant	3850	3900	3700	3750	150
Jhalwar-Mandi	3800	3850	3600	3700	150
Rapeseed/Mustard					
Jaipur-(Condition)	4170	4175	4160	4165	10
Alwar-(Condition)	3900	4000	3850	3950	50
Sri Ganganagar-(Non-Condition)	3675	3700	3675	3700	Unch
New Delhi–(Condition)	4050	4100	4050	4100	Unch
Kota-(Condition)	3800	3900	3700	3800	100
Agra-(Condition)	3857	4048	3810	4000	48
Neewai-(Condition)	3650	3700	3650	3700	Unch
Hapur (UP)-(Condition)	4000	4050	4050	4150	-100
Groundnut Seed					
Rajkot	950	950	1000	1000	-50
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	6-Mar-20	5-Mar-20	
Madhya Pradesh	35000	30000	5000
Maharashtra	25000	25000	Unch
Rajasthan	12000	10000	2000
Bundi (Raj)	35	6	29
Baran (Raj)	1700	1000	700
Jhalawar (Raj)	1300	2000	-700
Rapeseed/Mustard			
Rajasthan	85000	100000	-15000
Alwar	1500	2000	-500
Sri Ganganagar	300	300	Unch
Kota	1800	3000	-1200
Groundnut Seed			
Rajkot (Gujarat)	NA	8085	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	6-Mar-20	5-Mar-20	Change
Groundnut Kernel	6125	6125	Unch
Gr. Bolds 60/70	8200	7900	300
Gr. Javas 60/70	9800	9450	350
Gr Javas 70/80	9600	9300	300
Gr.Javas 80/90	9300	8850	450
KardiSeed 2% Exp Qly	4000	4000	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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