

Oilseeds Domestic Fundamental

Dull trading activities are seen in soybean complex. While, mustard seed prices improved at various places due to less supplies against demand. NCDEX Soybean and RMseed contracts increased amid buying interests today.

Overall crop condition is good in Rajasthan. However, production is likely to decline near 5 to 10% as area has been shifted to other crops like Wheat, Garlic & Barley. Recent rainfall was beneficial in few districts of Rajasthan where water availability was less. Standing Crops are good in Kota, Ganganagar and Bikaner. Traders expect 65 to 70 lakh tonnes of mustard crop in India for 2020-21 and 30 to 35 Lakh tonnes in Rajasthan. Harvesting has been started slowly and new mustard seeds contain 2 to 5% moisture. There is minor loss in Alwar and Jaipur districts. Traders don't have old stocks.

Recent rainfall may cause 15 to 20% total crop loss in UP. Harvesting may delay for 30 days. In Bundelkhand, trader expect 15% crop loss on account of heavy rainfall and hailstorm. Heavy rainfall may cause the stem rot disease and leave the plant wilted which may reduce 10 to 15% yield size compared to last season.

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. India may harvest 14.85 per cent lower Soybean crop at 93.06 lakh tonnes in 2019 against 109.3 lakh tonnes in 2018. The major Soybean producing states like Gujarat, Karnataka, Madhya Pradesh may harvest lower Soya crop by 30 per cent to 0.86 lakh tonnes, 7.1 per cent to 2.69 lakh tonnes, 31.1 per cent to 40.10 lakh tonnes respectively against last year record. Sopa has increased soymeal consumption at 50 lakh tonnes higher from 47.5 lakh tonnes from its earlier estimates.

Oilseeds International Fundamentals

CBOT futures prices rose supported by price hike in soymeal future prices.

During this week, US exported 71% higher soybean at 631,600 MT for 2019/2020 from the previous week and also 71 percent higher from the prior 4-week average. Increases primarily for unknown destinations (211,500 MT), Egypt (108,800 MT, including 102,000 MT switched from unknown destinations), Mexico (67,600 MT, including decreases of 1,300 MT), the Netherlands (64,800 MT, including 65,000 MT switched from unknown destinations and decreases of 200 MT), and Japan (64,300 MT, including 37,400 MT switched from unknown destinations and decreases of 5,300 MT), were offset by reductions for Niger (400 MT) and Peru (300 MT). For 2020/2021, net sales of 69,600 MT were for unknown destinations (68,000 MT), Canada (1,100 MT), and Japan (500 MT). Exports of 483,400 MT were down 15 percent from the previous week and 31 percent from the prior 4-week average. The destinations were primarily to Egypt (171,700 MT), Mexico (87,100 MT), the Netherlands (64,800 MT), Japan (41,800 MT), and Thailand (21,000 MT).

As per sources, European Union bought total 9.9 million tonnes of Soybean till March 15, 2020 (season started on July 1) which is lower by 4% from last year record in Mar 10, 2020. EU soymeal imports had reached higher by 2% to 12.50 million tonnes against the year-earlier period, while Rapeseed imports went up by 40% to 4.42 million tonnes against last year record. However, palm oil imports stood down by 14% to 3.93 million tonnes.

As per Arc Mercosul, farmers in Brazil have harvested 62.8% of the soybean area as on Mar 13, 2020 of this season. It is higher from last week and also from historical average of 62.6% as supported by dry weather condition. AgRural expects total 123.9 million tonnes of soybean harvest in 2019-20.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3500 to 3550 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4020 and 4070 per quintal ahead of a day.



Soybean Futures Contract: NCDEX Price								Date: 19.03.2020 at 5:00 PM	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-20	+2.48	3474	3574	3560	3560	15	-290	2060	0
Apr-20	+2.24	3380	3480	3330	3472	29790	-1,250	117495	-4030
May-20	+2.00	3356	3468	3326	3462	14205	5,945	65585	-15
Mustard Seed Futures Contract: NCDEX Price									
Apr-20	+1.44	3866	3949	3858	3948	8870	-4,460	14780	-780
May-20	+1.11	3855	3924	3840	3919	6610	-1,850	14630	770
June-20	+0.95	3855	3920	3855	3920	390	-840	2490	60
Soybean Basis – (40)					Mustard Basis-(102)				
Spread					Spread				
	Mar-20	Apr-20	May-20			Apr-20	May-20	June-20	
Mar-20	40				Apr-20	102			
Apr-20		128			May-20		131		
May-20			138		June-20			130	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-Mar-20	18-Mar-20	18-Mar-20	18-Mar-20
Akola	19969	-	19969	20965
Indore	296	-	296	297
Kota	2592	-	2592	2592
Sagar	3201	-	3201	3201
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-Mar-20	18-Mar-20	18-Mar-20	18-Mar-20
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	41	628	669	41
Jaipur	-	110	110	-
Alwar	-	-	-	-
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	19-Mar-20		18-Mar-20		
	Low	High	Low	High	
Indore –Plant	3500	3600	3550	3650	-50
Indore–Mandi	3400	3450	3400	3500	-50
Nagpur-Plant	3800	3850	3800	3850	Unch
Nagpur – Mandi	2900	3100	2800	3250	-150
Latur – Mandi	3480	3645	3405	3675	-30
Akola – Mandi	2800	3200	2600	3700	-500
Kota-Plant	3400	3500	3600	3650	-150
Kota – Mandi	3200	3400	3450	3500	-100
Bundi-Plant	3350	3450	3450	3550	-100
Bundi-Mandi	3300	3350	3400	3500	-150
Baran-Plant	3400	3500	3450	3600	-100
Baran-Mandi	3200	3425	3400	3500	-75
Bhawani Mandi Jhalawar–Plant	3400	3450	3500	3550	-100
Jhalwar-Mandi	3300	3400	3400	3500	-100
Rapeseed/Mustard					
Jaipur-(Condition)	4045	4050	4035	4040	10
Alwar-(Condition)	3700	3800	3700	3800	Unch
Sri Ganganagar-(Non-Condition)	3600	3650	3700	3750	-100
New Delhi–(Condition)	3950	4000	3930	3980	20
Kota-(Condition)	3850	3900	3800	3850	50
Agra-(Condition)	3810	3952	3810	3952	Unch
Neewai-(Condition)	3720	3820	3700	3800	20
Hapur (UP)-(Condition)	3825	3875	3800	3850	25
Groundnut Seed					
Rajkot	910	910	900	900	10
Sunflower Seed					
Gulbarga	Closed	Closed	Closed	Closed	-
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	19-Mar-20	18-Mar-20	
Madhya Pradesh	20000	30000	-10000
Maharashtra	17000	25000	-8000
Rajasthan	5000	8000	-3000
Bundi (Raj)	67	67	Unch
Baran (Raj)	300	700	-400
Jhalawar (Raj)	270	250	20
Rapeseed/Mustard			
Rajasthan	270000	270000	Unch
Alwar	7000	12000	-5000
Sri Ganganagar	200	300	-100
Kota	3000	5000	-2000
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	NA	-

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

Oilseeds	19-Mar-20	18-Mar-20	Change
Groundnut Kernel	6400	6400	Unch
Gr. Bolds 60/70	7950	7950	Unch
Gr. Javas 60/70	8950	8950	Unch
Gr Javas 70/80	8750	8750	Unch
Gr.Javas 80/90	8450	8450	Unch
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	4300	4300	Unch
Niger Seed (4% FM)	5300	5300	Unch

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> ©2019 Indian Agribusiness Systems Ltd.