
Oilseeds Monthly Research Report

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Executive Summary

Soybean spot prices show firm tone in Jan month 2019 on account of lower supplies in the market. Traders expect further rise in prices as a result they are holding their stocks. Market after digesting the production number and bottoming out is looking towards exports pace of soymeal and arrivals of soybean. Most active Soybean Feb contract at NCDEX traded mostly on higher side in Jan over the same reason and getting a support from global markets. The arrivals has been y-o-y higher in the OND quarter and thus there is very limited potential of any drastic reduction of production estimates by SOPA and SEA. However minor revision is expected especially from SOPA in this month and given the fact that USDA has also lower their estimates by 1 lakh ton from previous we are expecting the SOPA should bring down there production figures at 110 lakh tons or below.

As per SEA recent report, India exports total 303,115 tons of oilseeds in December 2018 against 391,431 tons in previous year during corresponding period of time. Total exports of Oilseed during April to December 2018 has been registered at 2,387,028 tons from last year record i.e. 2,246,989 tons during the same period of time. Iran is now ready to buy Indian Soybean meal. Iran has imported total 3 lakh ton of Soybean meal from April to December 2018 higher from 23,000 tons.

India may refuse to resume the shipment of rapeseeds meal and soybean meal to China during the current financial year because China is too tough, complicated and time taking to complete all formalities for registration with MOA.

At international front the CBOT soymeal which has remained relatively bullish to CBOT bean has been now relatively at discount over CBOT bean over rising soymeal stocks in US. Thus meal didn't responded as sharply as bean has responded to the US – China truce and potential rise in exports to China. Thus, any rally in Indian soymeal is going to potentially lose its exports market as Argentinean basis is already tight and is depending on CBOT bean for price direction. Argentinean meal has remained very stable in Jan and thus any spread narrowing from Argentinean meal didn't happen. As a result of which the Indian FAS soymeal quote restricted to take premium over \$50 per ton.

International market front, US and China has started to trade, which is weighing CBOT prices in a positive direction. However some consignment has been booked to China after almost nil exports to China in Nov. The booking was mainly due to narrowed spread between US and Brazil soybean after the G20 meets. 7 coupled with the drier conditions in Central Brazil and unnecessary rains in Argentina. WASDE report and SA Soybean production number and US Soybean exports pace will be updated during this month. However in any case there is very limited scope of any aggressive rallies.

Rapeseed sowing is y-o-y high and the weather parameter is so far looking good to result in average to above average yield and thus we are expecting the acreages to be around 67-68 lakh hectares and production to be also the same taking average all India yield at 1 tons per hectare. We have forecast of rains this week and next week which will help in giving some soil moisture. Heavy fog and frost reported in isolated place in western UP in Jan month. The key is the seasonal hailstorm and rains in the Feb and March month.

Overall soybean and Mustard is expected to trade in range bound manner.

Outlook – Cash Market

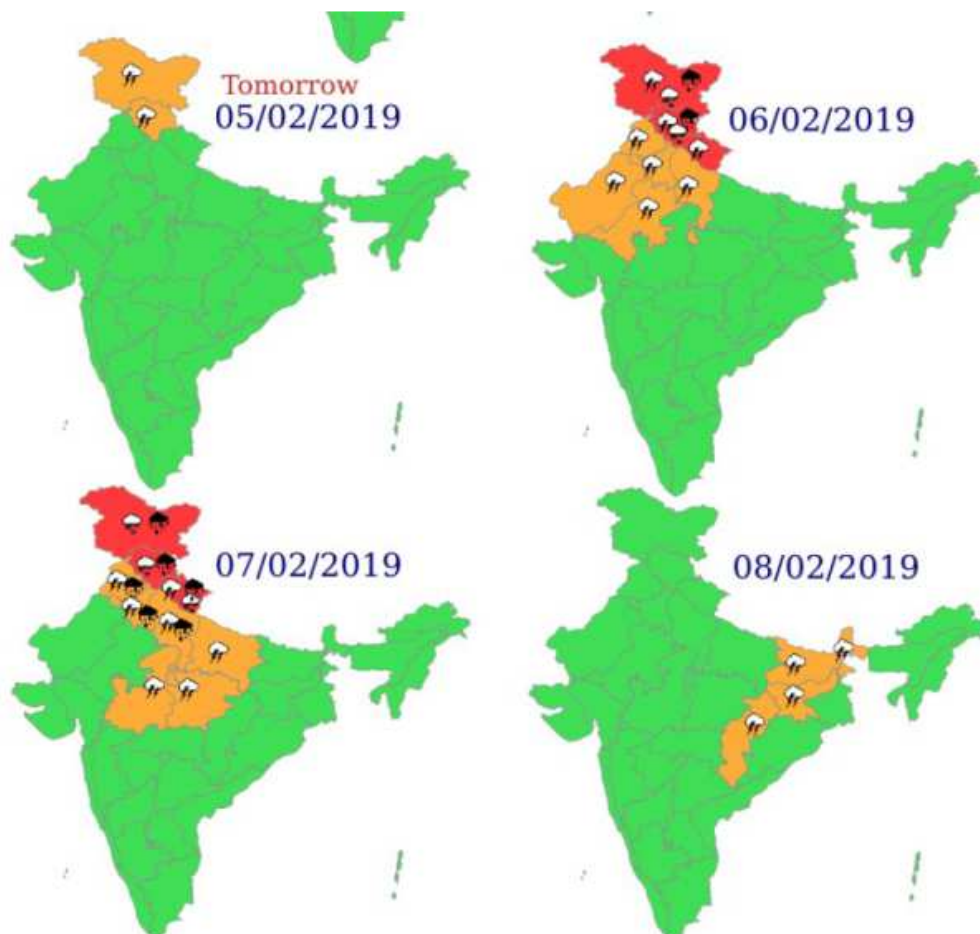
Outlook - Soybean (Spot, Indore): Soybean Indore is expected to trade above 3950 levels and then a correction is expected which can lead the spot prices towards 3750. As we move to Feb months onwards NCDEX soybean is going to find good co-relationship with CBOT prices.

Outlook – Soy meal (Spot, Indore): Meal prices is expected to remain sideways and potential remains to decline as the exports has not been enough and International meal prices are not bullish enough. As the domestic demand declines in coming months as we move to summer domestic price is expected to fall.

Outlook - Rapeseed-Mustard (Spot, Jaipur basis): New crop prospects have started impacting the prices with continuous disposals from NAFED prices is going to hesitate to inch higher in March as well. Weather will be crucial for price direction and thus finger are crossed.

Weather Forecast (For Rabi Oilseeds)

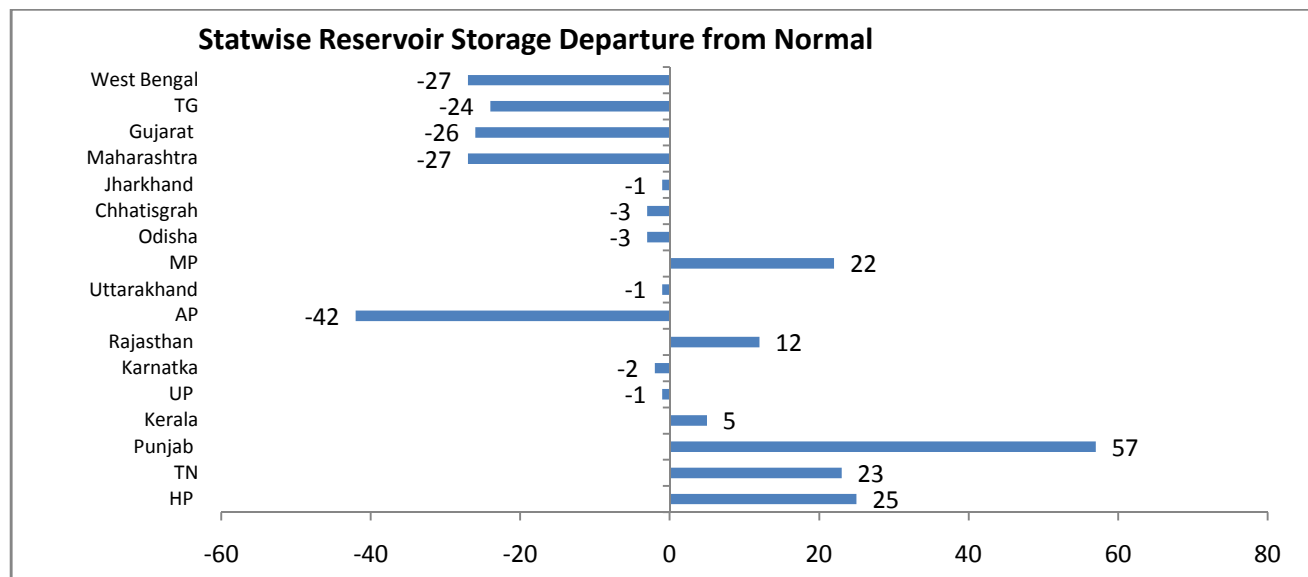
Weather Forecast



Heavy rainfall had been reported at isolated places over Telengana, Rayalaseema and Vidarbha on one day each during the week.

Dense to very dense fog has been at isolated places observed over East & West Rajasthan, West Uttar Pradesh and Himanchal Pradesh on two days; over coastal Odisha and Uttarakhand on one day each during the week.

Reservoir Status in States 03.01.2019



Rabi Oilseed Sowing Progress

Rabi Oilseeds Sowing as on 01.02.2019						
	Normal Area	Average Area Sowing as on Date	2017-18	2018-19	% Change (Y-o-Y)	% Average Area as on Date
Rapeseed & Mustard	61.25	67.54	66.98	69.12	2.1	1.6
Groundnut	7.85	6.67	6.00	4.64	-1.4	-2.0
Safflower	1.62	1.08	0.81	0.45	-0.4	-0.6
Sunflower	3.68	2.79	1.72	1.12	-0.6	-1.7
Sesamum	3.04	0.82	0.58	0.73	0.2	-0.1
Linseed	2.93	3.56	4.02	3.44	-0.6	-0.1
Total	80.36	83.05	79.84	80.46	-0.6	-3.2

Soybean

As per the agriculture ministry, the centre has bought oilseeds worth Rs. 24,503 crore so far under the price support scheme.

NAFED Soybean procurement under PSS has been only 17360.15 tons as on 26th Dec. Soybean procurement has been going on in Rajasthan, Maharashtra, Telangana and Karnataka. In MP soybean is under BBY and thus NAFED has not been procuring soybean there. As the market prices has improved and is close to MSP the soybean farmers are preferring selling their soybean in open market.

The developments of US soybean crush on good crush margins has resulted in the rising stock of soymeal which eventually didn't allowed the Argentinean meal to gain. If such situation continues India's export potential is going to decline if there is any bullishness in Indian soy complex. With Indian exports still not enough for Indian complex to get decoupled from International market.

Further USDA has declined India's soybean production by 2 lakh tons and has kept the production at 113 lakh tons from its previous estimate of 115 lakh tons.

With the season slipping towards New Year arrivals assessment will be crucial for production estimate revision by SOPA as well as SEA which drives the market.

With the current pace of arrivals estimating production over 104 lakh tons doesn't seems to be logical enough. The arrivals is 19% higher on y-o-y basis and which translates into 100 to 102 lakh production.

With BJP govt out of the MP and congress taking the chair there can be some changes in the BBY scheme but as the kharif crop is over the new state govt probably might not alter the scheme in a big way. Meanwhile state government has waived off the farm loan of 2 lakh farmers.

The domestic soybean prices are likely to notice range –bound trade.

International:

A positive talks between US and China has led a support to market. China has started to purchase U.S. soybean. The Chinese state agricultural conglomerate COFCO Group recently bought a batch of soybeans amounting to "millions of tonnes" from the United States. As per USDA recent updates, U.S. sold total 612,000 tonnes of soybean to China as on 4th Feb 2019. However, the volume is comparatively slow.

As per Brokerage INTL FCStone, Brazil's soybean crop is expected to touch the level of 112.2 million tonnes which is down by 4 million tonnes from last month due to hot and dry weather.

Russia may stop buying soybean from Brazil due to high percentage use of pesticide especially of products using glyphosate. They will start purchasing once Brazil will stop using more volume of pesticide.

India may refuse to resume the shipment of rapeseeds meal and soybean meal to China during the current financial year because China is too tough, complicated and time taking to complete all formalities for registration with MOA.

Argentina Nov Soybean exports has been highest since 2007. Soybean import in Argentina in the period Jan to Nov has been at 5.7 million tons which was just 1.842 million tons last year in the same time frame.

There is only one trading day left in 2018 and the Ag markets are becoming devoid of new fundamental information. With government shutdown there was no weekly export sales report this morning nor will there be an afternoon Commitment of Traders report. The shutdown is expected to continue well into the beginning of the New Year.

Argentina forecast is for above normal rains for central regions which could impact newly planted soybeans. Brazil rainfall for January looks to be a continuation of December which was a drier than normal pattern for southern Brazil. Northern Brazil rainfall has improve but drag to yields in Parana and Rio Grande du Sol could limit upside potential to production.

Brazil crop is still looking good with crop expected to be early this year. There has been reports of drought in core central area of Brazil but this will help in early harvest which is already been reported to be early this year against normal. Thus with the peak OND quarter for US soybean coming to close Jan WASDE may reflect an all-time high US and world stock.

Brazilian soybean farmers could see their current crop diminished by drought, according to analysts at consultancy AgRural, who added that any drought-related losses cannot yet be quantified. Brazil's government released earlier production estimates of 4.409 billion bushels for 2018/19.

NOPA reported US Soybean November crush may stand at 5.30 million short tons or 177 million bushels. Estimates ranged from 176.4 million bushels to 177.2 million bushels, with a median of 177.1 million bushels.

In Dec, China confirmed two more cases of African swine fever on Sunday. This brings total number of cases reported to 90 since the first case of ASF was reported in August. African swine fever has been reported in 17 provinces. Of the latest cases, one was reported in southwestern Sichuan province, killing 26 pigs and the other in northeastern Heilongjiang where 24 pigs died. Estimates are that China has culled more than 600,000 pigs due to the disease but it has nominal impact on supplies. China produces approximately 700 million pigs a year and culls 2 million on an average day.

If China fails to contain this outbreak, a bigger impact will be felt in 2019. China has been a buyer of US pork and is expected to buy additional pork imports as part of trade talks but to also meet domestic demand. Impact of ASF will also be felt in soybean and soymeal demand. China has already been diversify its animal feed due to tariff war and any spread of disease could further cut import needs. China's government currently estimates its annual soybean import demand at 84.0 MMT. This is the first year-on-year decline in demand since high prices stalled demand growth in 2012/13. USDA left China import demand at 90.0 MMT in the December WASDE report.

China reports soybean production up 4% in 2018, Corn production at 257.33MMT, and soybeans at 19.14 MMT. China will suspend additional tariffs on U.S. auto parts and U.S. made vehicles for three months starting Jan. 1 as Beijing continues to move toward mitigation on trade. 300,000 MT of beans to China, 130,000 beans to unknown, with 125,000 corn to Japan on daily reporting. Soybeans slump continues as market awaits more Chinese biz, as first sales still deemed insufficient.

A Brazilian judge has reversed a previous order that resulted in higher truck rates. Brazilian truckers have threatened a strike based on this decision. The next step to be taken from the standpoint of challenging this decision is not clear.

Balance Sheet – Soybean, India

Fig. in MnT

Soybean (Fig in Mn T) MY-Oct.- Sep.			Q3	Q4	Q1	Q2
	2017- 18	2018- 19E	Oct- Dec'17	Jan- Mar'18	Apr- Jun'18	July-Sep 18 F
Carry In	0.23	0.23	0.23	5.25	3.48	1.81
Production	9.80	10.40	10.40	0	0	0
Imports	0.15	0.00	0	0	0	0
Total Availability	10.18	10.63	10.63	5.25	3.48	1.81
Processing/Crushing	8.40	8.80	5.28	1.67	0.97	0.88
Exports & Direct Consumption	0.35	0.40	0.10	0.10	0.10	0.10
Seeding/Retained for Sowing	1.20	1.20	0	0	0.6	0.6
Total Usage	9.95	10.40	5.38	1.77	1.67	1.58
Carry Out	0.23	0.23	5.25	3.48	1.81	0.23
Stock/Consumption Ratio	0.02	0.02				

Source: Agriwatch

Soy meal

CBOT soymeal may get support after a positive trade talks between US and China where both of the country is agree now to trade.

With International meal showing no signs of any strong recovery any aggressive rallies is still at bay and Indian meal may plunge next year if the exports starts declining or International prices comes under the huge supplies from South American crop. Presently the Argentinean meal is not getting an upward push as the basis is already tight and coming crop is y-o-y high with the huge imports from US further contain the deficiency due to 2017-18 poor crop.

Indian soymeal has gained premium and such situation has the potential to restrict export queries. Argentinean meal has not been able to find any upward push as the CBOT meal is now relatively at discount over the bean as US soymeal stock rises. The spread is fluctuating between \$40-\$50 per ton and remain favorable for exports. Indian soymeal under the speculation or rising exports to China and Iran has gained in last few weeks which has resulted in gain in the premium over Argentinean meal and robust domestic demand as poultry farmers were aggressive in buying bean/meal to feed the DOC poultry in order to meet the peak winter demand.

Indian soymeal premium has attained the highest premium which can be adjusted through the freight advantage to the SE Asian nations and satellite countries if India. Any rise in premium has the potential to erode Indian soymeal exports demand.

News are coming of the soybean under drought in Brazil and not so good condition in Argentina, However it's too early state anything about the amount of losses due to it. We have seen US yield hitting to the record high even after drought and rains during the harvest.

Indian soybean crush margin continued to remain healthy as the soy oil has again gained after falling to the recent lows. The crush margin that Indian crushers are earning is one of the best in 4-5 years which is mainly over the higher imported duty over soy oil. Indian soy oil prices has remained crucial for soybean crush margin and since it is co related with international market crush margin fluctuations are very high.

In the domestic market India is witnessing peak demand from poultry farmers and also from compound feed manufacturers who are eyeing better sales especially this summer due to poor performance of monsoon in many parts of India. Lack of forage and fodder and crop residues and also the fall in cocud production is expected to increase the demand of cattle feed.

SEA has revised the Oct soymeal exports to 1.5 lakh tons as against .38 lakh tons in its provisional estimates which seemed unrealistic. In Nov SEA has given provisional estimate of 2.17 lakh tons of soymeal exports which is slightly higher y-o-y. In the ND months the exports has been higher y-o-y but still not enough to eat away the surpluses soon. India needs to at least exports 8-10 lakh tons of meal by Dec end or Mid Jan to tighten the Indian situation.

India was able to export 45 thd tons of rapemeal in Dec improving m-o-m but lesser as compared to last year exports considered in the same month. Overall India's rapemeal exports has improved significantly as the prices offered remained very stable and remained well cheap as compared to Soymeal. India this year has able to gain the lost market thus rapeseed crushing season.

Bangladesh a key buyer of soymeal from India has not taken any quantity of soymeal on Dec which is may be due to unavailability of railway rakes and /or aggressive buying of US soybean and crushing at overcapacity domestically, given the discounts US soybean enjoyed after the US-China fiasco.

Bangladesh used to import 2-2.5 lakh tons of soymeal annually in the Oct –Sep period. Iran however took just 80.75 thd tons of soymeal out of 2 lakh tons the country booked for immediate delivery.

The soy meal prices are likely to notice seasonal weakness in the Feb month and prices is expected to remain range-bound after fall.

Soy Meal Export (In Thousand Tons)

	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Oct	405	224	50	183	29	4	31	71	150
Nov	443	398	517	503	111	9	98	208	218
Dec	611	798	511	451	194	6	241	169	240
Jan	575	475	620	364	104	28	155	106	
Feb	540	344	578	184	65	30	208	74	
Mar	411	460	302	232	47	27	107	39	
Apr	305	314	100	76	18	12	124	68	

May	177	143	98	8	14	10	49	41	
Jun	118	181	214	3	2	18	46	104	
Jul	140	168	107	7	1	12	81	64	
Aug	166	10	184	3	1	11	88	60	
Sep	226	7	173	1	7	12	102	45	
Total	4116	3521	3453	2015	592	180	1331	1049	

Source: SEA

Technical Analysis:

NCDEX Soybean Futures C1 Chart



Soybean Spot, Indore



Support & Resistance NCDEX Soybean –Feb. contract

Feb as on 5nd Feb

S1

S2

PCP

R1

R2

3610	3700	3810	3950	4150
Mar as on 5 th Feb				
S1	S2	PCP	R1	R2
3620	3700	3857	3960	4175

- Soybean on daily continuous chart is breached the first resistance level and is trading in the upward channel inching towards higher end. A breakout with confirmation is necessary to extend the gains towards 3950 and further towards 4150.
- MACD has been in the positive zone and RSI has been inching towards neutral zone
- Trade Recommendation (NCDEX Soybean – Feb/ Mar): **Buy 3810-3820**. Levels: Target – T1 3900; T2- 3940, SL –below 3750.
- Traders can start buying on any rise above 3810 and can add on positions on every 20 points rise.

Rapeseed - Mustard Seed

Mustard fundamentals continued to remain bearish and according to the latest data released by the GOI as on 28th Dec Mustard has been covered in 69.12 lakh hectares as against 66.98 lakh hectares last year. With this trend final area can be in between 67 to 68 lakh hectares. Our previous estimate of the area was 68.5 lakh hectares.

There has been rains lasting for two to three days in WB, Jharkhand and Assam whereas Bihar witnessed 1 day of rains which was wide spread and continuous without any heavy showers due to cyclone Pethai. These rains are very beneficial for all the rabi crop including Mustard as the east Indian has remained rain deficit this SW Monsoon.

After the rains triggered by the cyclone Pethai the acreages in WB, Odisha and Bihar has improved. However in Jharkhand the acreages has remained low as compared to last year which is indicating that the mustard growing areas has been already shifted

Northern India is reeling under extreme cold conditions and reports of frost damages have been coming in from isolated areas. Crop conditions is still under strict vigilant in terms of growth and development at this crucial point of time. There has been forecast of rains across the planes this week and also next week in the later half as there is back to back western disturbance approaching. This rain is going to contain the frost impact and also provide necessary moisture which is very necessary as this year the fog in Dec was very limited especially in Eastern UP.

With the sowing remaining y-o-y high and the temperature profile remaining more or less favorable average to above average yield is on cards with the production estimates coming around 67 to 68 lakh tons. The western India is still not been impacted by any major western disturbances and timing of such rains remain crucial. Hopefully we get some rains before 15th Jan to let the bears taking grip into the market.

The Mustard prices however be critically looking toward the weather in coming weeks as rainfall and temperature development come in to the center stage after the sowing progress playing its role.

Winter has set in and mustard oil demand has also picked up but with the commodity oil falling to multiyear lows the same has also impacted the mustard oil prices which has ate away the margins. However the prices are in recovery mode.

Early sown mustard is in the flowering stage in many parts of Bihar, MP, and Rajasthan and UP. There are no reports of aphid attack as of now.

According to Mustard Oil Millers Association, 5.5 lakh tons of Mustard was crushed which was 29.4% higher on y-o-y basis. Crushing was 22.2% higher on m-o-m basis which was 4.5 lakh ton in Nov 2018. According to the trade body Mustard stocks at the end of Dec was 9.5 lakh tons with 4 lakh tons retained with NAFED. Under such situation the stocks available for crushing is very low to meet crush demand for the Jan and Feb month. However this year sowing was early as compared to last year and a hence new crop arrival is expected to be early this year too.

NAFED Sold 6986 tons of mustard on 1st Jan in the price range INR 3651 to 3885 per quintal. The stocks available as on date is 3.95 lakh tons. NAFED auction has witnessed good response as the prices are lower and is competitive to the market

Outlook: The rapeseed-mustard is likely to notice range –bound to firm tone amid lower arrivals in the domestic market.

Balance Sheet – Rapeseed-Mustard Seed, India

(Fig in MnT)

Rapeseed-Mustard (Fig in Mn T) MY-Feb.-Jan.	2017-18	2018-19	Feb-Apr	May-Jul	Aug-Oct	Nov-Jan
Carry In	0.10	0.10	0.10	3.17	1.66	0.87
Production	6.80	6.30	6.30	0.00	0.00	0.00
Imports	0.00	0.00	0.00	0.00	0.00	0.00
Total Availability	6.90	6.40	6.40	3.17	1.66	0.87
Processing/Crushing	6.80	6.30	3.18	1.46	0.68	0.67
Exports	0.00	0.00	0.00	0.00	0.00	0.00
Retained for Sowing & Direct Consumption	0.30	0.30	0.05	0.05	0.10	0.10
Total Usage	6.80	6.30	3.23	1.51	0.78	0.77
Carry Out/Ending Stock	0.10	0.10	3.17	1.66	0.87	0.10
Monthly Use	0.57	0.53				
Stock/Consumption Ratio	0.01	0.02				
Stock to Month Use Ratio	0.18	0.19				

(Source: AgriWatch)

Technical Analysis:
NCDEX RM Seed Futures Weekly C1 Chart

RM Seed Spot, Jaipur Weekly Chart

Support & Resistance NCDEX RM Seed – Feb contract as on 5th Feb

S1	S2	PCP	R1	R2
3830	3890	3998	4200	4280

Support & Resistance NCDEX RM Seed – Apr contract as on 5th Feb

S1	S2	PCP	R1	R2
3800	3850	3980	4190	4250

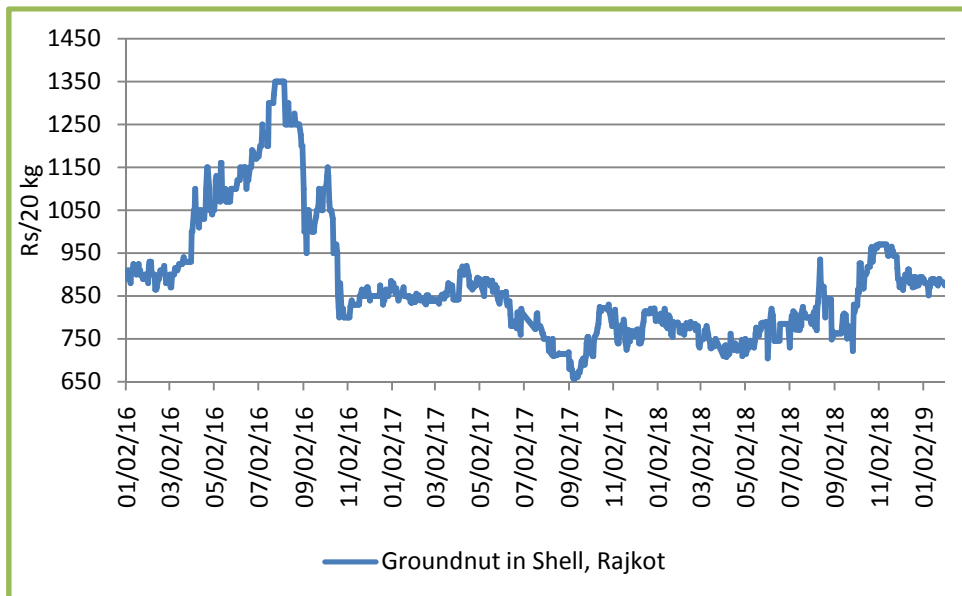
- Mustard weekly 1M Continuous chart finding trend line resistance at 4200-4280. Breaching this will shift the overall trend. The trend line forms a strong support and pullback is expected which forms good buying levels. The Jan and Feb contract is old crop and there is no March contract. New crop contract is for April.
- Trade Recommendation (NCDEX Rapeseed-Mustard – Feb and March):
 Be open for taking longs at 3990 and anything below it. Any further weakness in the prices is an buying opportunity and add on can be taken. However any weekly close below 3900 will change the trend and hence taking stop loss of 3890 can be good level. Traders are advised to be critical in taking the stop loss as one of two trades can breach the trend line support without changing the trend. Traders can further can exit 50% of their positions at 4100 and wait for 4150 for further liquidation.
 A Stop loss 3890 can be used for minimizing the losses.

BUY Below 3990. Levels: Target – 4150; T2- 4180, SL –3890.

Groundnut

Groundnut in Shell auction prices at Rajkot APMC fetched between INR 4350 and 4470 per quintal and remained sideways in the entire month. Groundnut prices on monthly basis is declining on dull trading activities. The prices have adjusted to the fundamentals and thus have been looking towards Rabi and summer supplies as well as the pace of NAFED procurement. NAFED has closed the auction of groundnut stocks and is probably using as the buffer for the 2018-19 MY. Rabi

sowing progress is slow indicating towards lower Rabi groundnut area. Summer crop is also expected to be low due to poor rains. NE Monsoon has underperformed and thus the Rabi crop is going to remain small due to lesser acreages as well as lesser yield.



Outlook: Rajkot prices after remaining sideways is likely to increase in long run as the prospect of lower Rabi and summer crop, NAFED procurement from the market and the suspension of NAFED auction is going to tighten the stocks. The exports though has been y-o-y low but decent enough to clock above 5 lakh tons. Thus the market is poised witness an uptick in prices in coming months. NAFED is also expected to make good use of higher market prices in auctioning the groundnut stocks of 2017-18 as well as 2018-19 MY to fill the gap of losses that it made in 2017-18.

Fundamentals:

As per recent updates from DGCIS, Gujarat shipped total 1.79 lakh tonnes worth Rs. 1224 crore in April to November of the 2018/19 fiscal. The state may export lower size of groundnut to total 2.50 lakh tonnes during this end of this fiscal due to less competitive prices in domestic & global market. In 2017/18, Gujarat's shipment was recorded at 3.22 lakh tonnes (value at Rs. 2115 crore). Lowest volume of Gujarat's exports may reduce total exports volume of India for the season 2018/19.

The exports in the MY 2017-18 closed with 4.92 lakh tons down by 22%. Thus keeping the disappearance even more low with record production in the 2017-18 MY. Thus the strong bullishness that usually happens after back to back lower production is not likely to happen. However exports remained the key which can negate the above factor. As of now the exports situation is not looking bright.

Sowing in Karnataka and Telangana has been very low due to lack of soil moisture after the dismal performance of SW monsoon in most of the groundnut growing regions. All India groundnut sowing is at one of the lowest in past 5 years and is comparable to 2015-16.

Rabi crop sowing has continued to remain slow as on 1 Feb 2019. Only 4.64 lakh hectares has been brought under groundnut sowing as against 6 lakh hectares last year. With another one month remaining before the spring/summer window starts the Rabi acreages is going to remain below average.

Sowing didn't improved even after the rains due to cyclone pethan. Thus there is very high probability of y-o-y lower area of groundnut.

NAFED has procured 3.22.54 lakh tons of groundnut as on 27 Dec. The procurement of groundnut this year is significantly low as the crop is less as well as prices are higher which has resulted in farmers selling their produce directly into market.

Cumulative exports in the first two month of MY 2018-19 was down by 29% and was at 99.28 thd tons. The exports was lowest for the first two months in three years. It is too early to say about the MY exports. India will find it difficult to export as the domestic prices has increased whereas international prices has remain more or less subdued.

The North East Monsoon as on 26th Dec closed with overall 41% deficit. Rabi groundnut area such as Telangana was deficit by 65%, SI Karnataka by 41%, NI Karnataka by 65%, Rayalseema by 62% and TN by 22%. Thus the NE monsoon rainfall also didn't assist in rising groundnut acreages despite of the prevailing higher groundnut prices as compared to last year.

Groundnut Exports (In Thousand Tons)

Groundnut Exports (Includes In Shell, Blanched and Normal Groundnuts (Thousand Tons)						
	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Oct	21.8	21	22.9	25.8	30.4	30.4
Nov	71.1	92.6	50	80.9	109.6	68.9
Dec	79.1	135.9	91.3	145.1	69.4	
Jan	47.3	82.2	67.7	105.2	31.7	
Feb	48	54	53.7	78.8	30.7	
Mar	52.6	61.7	55.7	67.5	54.8	
Apr	48.6	50.4	54.5	45	46.5	
May	55.2	38.6	41.3	19.1	39.6	
Jun	50	30.7	58.4	25.4	40.1	
Jul	42.7	25	39.2	37.2	39.4	
Aug	40.8	35.8	16.8	30.6	35.5	
Sep	23.8	16.1	12.2	20.1	17.1	

Groundnut Prices in Shell

Groundnut							
Center	Variety	% Change over	% Change over	As on	Month Ago	Year Ago	2 Year Ago
		Previous year	Previous month	31-Jan-18	31-Dec-18	31-Jan-17	31-Jan-16
Rajkot	GN in Shell (Rs/20kg)	3.77%	-1.12%	880	890	848	890
Saurashtra	GN Seed Kernel (Rs/MT)	NA	NA	NA	NA	NA	NA

(Source: AW)

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	31-Jan-19		31-Dec-18		
	Low	High	Low	High	
Indore –Plant	3875	3950	3400	3425	525
Indore–Mandi	3750	3875	3150	3300	575
Nagpur-Plant	3750	3800	3430	3470	330
Nagpur – Mandi	3500	3800	3000	3300	500
Latur – Mandi	3825	3850	3100	3405	445
Akola – Mandi	3300	3760	3100	3250	510
Kota-Plant	3825	3850	3350	3400	450
Kota – Mandi	3600	3650	3225	3320	330
Bundi-Plant	3700	3750	3200	3250	500
Bundi-Mandi	3500	3600	3175	3275	325
Baran-Plant	3700	3800	3300	3400	400
Baran-Mandi	3500	3600	3200	3270	330
Bhawani MandiJhalawar–Plant	3550	3750	3400	3450	300
Jhalwar-Mandi	3600	3700	3300	3350	350
Rapeseed/Mustard					
Jaipur-(Condition)(New Crop)	4200	4205	4115	4120	85
Alwar-(Condition)(New Crop)	4000	4025	3900	3975	50
SriGanganagar-(Non-Condition-Unpaid)	3530	3545	3575	3630	-85
New Delhi–(Condition)(New Crop)	4090	4110	4020	4050	60
Kota-Non-(Condition)(New Crop)	3750	3780	3500	3650	130

Agra-(Condition)(New Crop)	NA	NA	4475	4525	NA
Neewai(New Crop)	3810	3860	3640	3680	180
Hapur (UP)(New Crop)	4100	4150	3925	3975	175
Groundnut Seed					
Rajkot	3250	4400	4450	4450	-50
Sunflower Seed					
Gulbarga	3300	3552	3200	3511	41
Latur	NA	NA	NA	NA	NA
Sholapur	NA	NA	3900	3950	NA
Sesame Seed					
Mumbai Sesame White 98/2/1 FM	10550	11980	10000	12500	-520
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 Cumulative Arrivals in Key Centres

Commodity	Centre	Monthly Arrivals in Bags/Qtl		Change
Soybean		Jan,2019	Dec,2018	
	Madhya Pradesh	4245000	5735000	-1490000
	Maharashtra	3160000	3685000	-525000
	Rajasthan	1145000	1405000	-260000
	Bundi (Raj)	4490	9850	-5360
	Baran (Raj)	46700	66900	-20200
	Jhalawar (Raj)	40900	101600	-60700
Rapeseed/Mustard	Rajasthan	1090000	1180000	-90000
*Soybean: 1 bag = 90 kg; RM Seed: 1 bag = 85 kg				

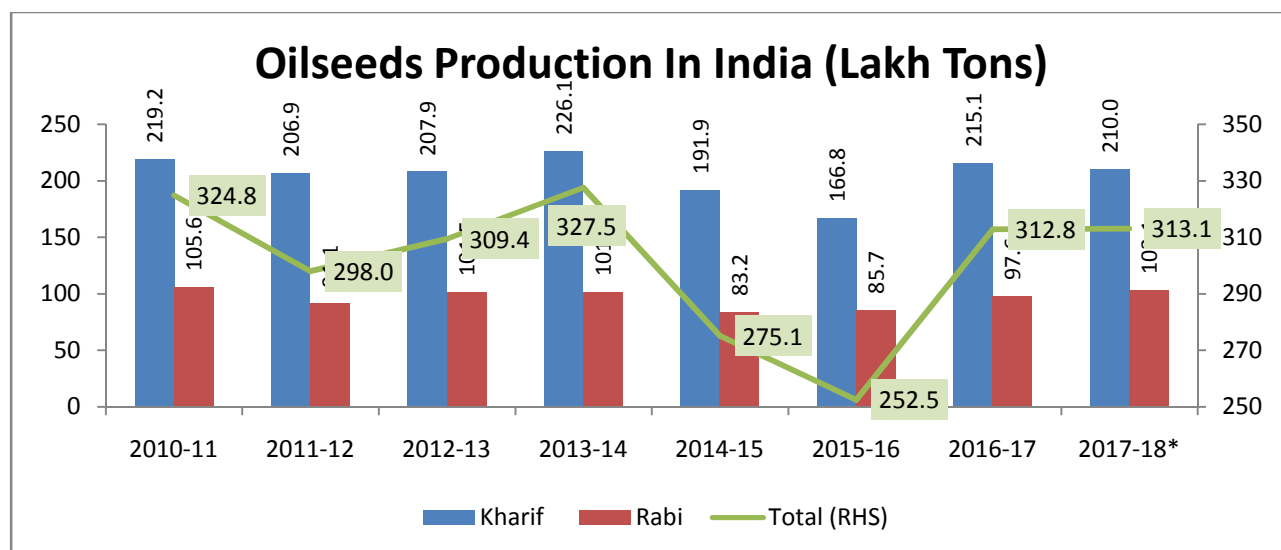
India's Kharif Oilseeds Production Seen at 313.1 Lakh T in 2017-18 vs 312.8 Lakh T in 2016-17 final estimates in 4th Adv Est. - GOI

The 4th Advance Estimates of production of major crops for 2017-18 have been released on 28th August, 2018 by the Department of Agriculture, Cooperation and Farmers Welfare. The assessment of production of different crops is based on the feedback received from States and validated with information available from other sources. As a result of floods and erratic rainfall during monsoon 2017, the country has witnessed lower oilseeds production in the current year compared to previous year.

The estimated production of major Kharif Oilseeds during 2017-18 is as under:

Oilseeds – 313.1 Lakhtonnes

- Soyabean – 109.34 Lakh Tons
- Groundnut – 91.8 Lakh Tons
- Rapeseed – 83.2 Lakh Tons
- Castorseed – 14.9 Lakh Tons
- Sesame/Sesamum/Gingelly/Til – 7.44 Lakh Tons
- Nigerseed – .75 Lakh Tons
- Sunflower – 1.9Lakh tons
- Linseed - 1.73 Lakh Tons



Source: Ministry of Agriculture

Note: 2017-18 is based on 4th Adv estimates.

Year includes Kharif, rabi and summer (i.e. 2017-18 means kharif harvested in 2017, Rabi in 2018 and summer in 2018 and should not be considered as marketing year)

Oilseed Wise production in India (Kharif+Rabi) Lakh Tons

Oilseed	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Soybean	127.4	122.1	146.7	118.6	103.7	85.7	131.6	109.8
Groundnut (In Shell)	82.7	69.6	47.0	97.1	74.0	67.3	74.6	91.8
Rapeseed & Mustard	81.8	66.0	80.3	78.8	62.8	68.0	81.0	83.2
Castorseed	13.5	23.0	19.6	17.3	18.7	17.5	13.8	15.7
Sesamum	8.9	8.1	6.9	7.2	8.3	8.5	7.5	7.5
Sunflower	6.5	5.2	5.4	5.0	4.3	3.0	3.0	2.1
Linseed	1.5	1.5	1.5	1.4	1.6	1.3	2.0	1.8
Nigerseed	1.1	1.0	1.0	1.0	0.8	0.7	0.9	0.7
Safflower	1.5	1.5	1.1	1.1	0.9	0.5	1.0	0.5

Source: Ministry of Agriculture

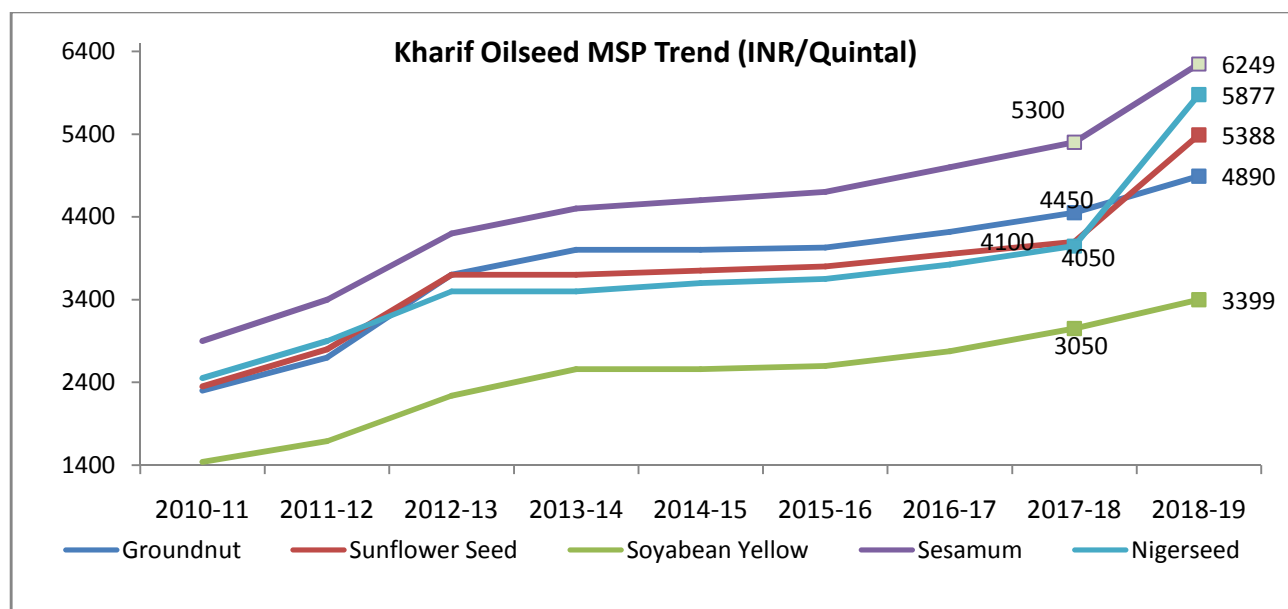
Note: 2017-18 is based on 4th Adv estimates.

MSP for 2018/19 Kharif Oilseeds

The Cabinet Committee on Economic Affairs, chaired by the Prime Minister Shri Narendra Modi, has given its approval for Minimum Support Prices (MSPs) for Kharif Crops of 2018-19 season, the MSPs of all the Kharif oilseeds are raised for this season.

The MSP of Yellow Soybean is increased by 9.0% to Rs 3325/Qtl for 2018-19 season from Rs. 3050/Qtl (including Rs 100 bonus) in 2017-18, Groundnut -in- shell by 5.2% to Rs 4,680/Qtl from Rs 4,450/Qtl (including Rs 100 bonus), Sunflower seed by 3.7% to Rs 4,250/Qtl from Rs 4,100/Qtl (including Rs 200 bonus), Nigerseed by 5.5% to 4,275/Qtl from Rs 4,050/Qtl (including Rs 100 bonus) and Sesamum by 5.7% to Rs 5,600/Qtl from Rs 5,300/Qtl (including Rs 200 bonus).

Source: MoA, GOI



MSP for 2018/19 Rabi Oilseeds

Centre has increased the MSP of Mustard/Rapeseed by INR 200 from last year and kept it at INR 4200 per quintal. Last year the MSP of Mustard/rapeseed was INR 400 per quintal including bonus of INR 100.

Safflower MSP has been increased to INR 4945 from INR 4100 per quintal of last year. Last year MSP includes a bonus of INR 100 per quintal.

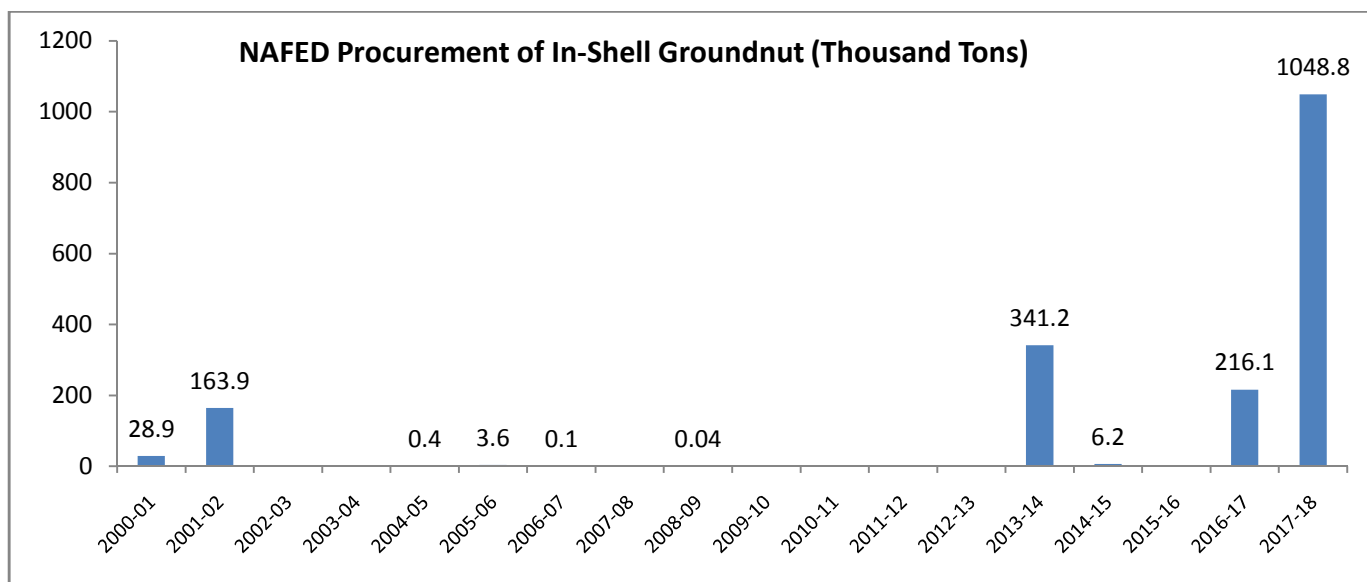
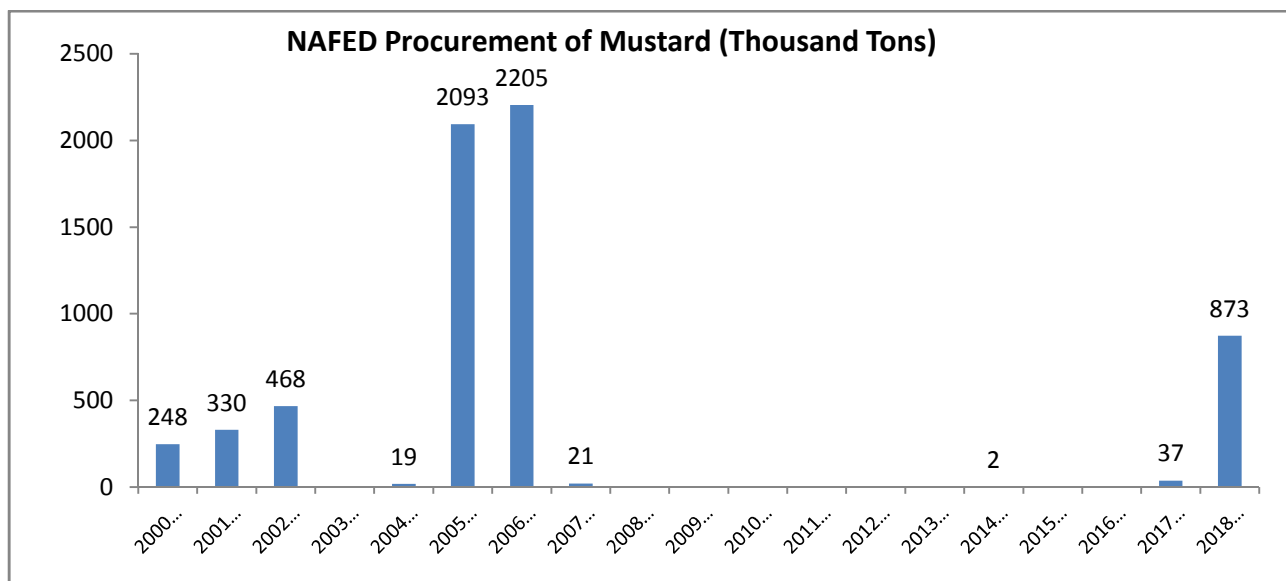
India's Kharif Oilseeds Production 2018-19 1st Advanced Estimates

The 4th Advance Estimates of production of major crops for 2017-18 have been released on 28th August, 2018 by the Department of Agriculture, Cooperation and Farmers Welfare. The assessment of production of different crops is based on the feedback received from States and validated with information available from other sources.

Oilseeds – 313.1 Lakhtonnes

- Soyabean – 134.59 Lakh Tons
- Groundnut – 63.28 Lakh Tons
- Castorseed – 15.17 Lakh Tons
- Sesame/Sesamum/Gingelly/Til – 7.1 Lakh Tons
- Sunflower – .94 Lakh ton

NAFED Procurement of Oilseeds (Mustard and Groundnut) Historically



SOPA SOYEAN PRODUCTION ESTIMATES

SOPA Estimates of Soybean Production in Lakh Tons				
S.No.	Division/District	2016	2017	2018
1	Madhya Pradesh	54.01	42.0	59.2
2	Maharashtra	35.81	29.0	38.3
3	Rajasthan	9.81	7.5	1.0
4	Andhra Pradesh & Telangana	2.99	1.1	1.6
5	Karnataka	3.24	1.7	2.9
6	Chattisgarh	1.34	0.9	1.1
7	Gujarat	1.38	0.9	1.2
8	Rest Of India	1.13	0.5	1.0
	Grand Total	109.71	83.5	114.8

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