

Contents:

- ❖ **Summary**
- ❖ **Trend – Raw Material, Feed**
- ❖ **Outlook**
- ❖ **Annexure– Prices**

Summary

Oilseeds complex showed mixed trend during this week on mixed sentiments. Soybean prices declined in MP market amid heavy pace of arrivals as traders and farmers want to book profit at the current market prices. NAFED procurement activities and lower crop estimates of this season may support soybean prices to increase in long run. Mustard seed prices closed in mixed trend. NCDEX future prices of Soybean and Mustard increased after buying activities of speculators. CBOT prices rose in this week on buyer's interests as traders weighed up chances for an initial trade accord between Washington and Beijing that could boost U.S. exports.

Rabi crop sowing has been started now in India. As per recent released data of Ministry, the total area under Oilseeds is reported lower by 3.14 lakh hac. to 60.31 lakh hectares as on 29th Nov. 2019 against 63.69 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 55.40 lakh hectares lower by 3.20 lakh hac. against 58.58 lakh hectares in last year. Total covering area of groundnut stood at 1.92 lakh hectares slightly against 1.88 lakh hectares in last year. Safflower has been planted on 0.23 lakh hectares lower against 0.24 lakh hectares in last year. Sunflower has been planted on 0.60 lakh hectares lower against 0.76 lakh hectares last year. Sesame has been planted on 0.24 lakh hectares higher against 0.14 lakh hectares last year. Linseed has been planted on 1.75 lakh ha lower against 1.92 lakh ha last year.

As per IMD, India received total 135.2 mm rainfall during 1st October to 27th Nov 2019 which is higher by 29% against 104.5 mm from normal rainfall. Total 60 to 70% soybean area of this season has been affected by non-seasonal rainfall in Madhya Pradesh. In view of traders, India may get 20 to 25% lower soybean production in this season. Rainfall in October month has delayed soybean harvesting primarily in Maharashtra and Rajasthan and damaged the quality of the crop which was harvested and laid in the field for drying. Incidence of sucking pest and yellow mosaic virus has been observed in the field after prolonged water loggings and damaged the quality of seeds. Traders expect 50% of soybean affected area due to non-seasonal rainfall in Maharashtra. We expect Maharashtra's Soybean production for 2019-20 at 2.90 million tones lower against 31.43% against previous year record. Traders expect lower Soybean production in India at 8.5 million tonnes for 2019/20 due to heavy crop loss in MP& Rajasthan and Maharashtra. As per trade body, India may grow 18% lower Soybean crop to 9 million tonnes in 2019. As a result domestic soya bean prices have increased significantly to their highest in three and a half years, making exports of soya meal uncompetitive.

In MP, exports of soybean derivatives have been declined in this year followed by lower crop availabilities and reporting a fall of 250 containers per month. Normally, exports pick up higher side during harvesting period of time and reports around 400 to 500 containers per month. However, less crop availabilities of this season have declined exports volume of soybean derivatives up to 200 containers. MP is one of the biggest soybean producers in the country and likely to produce 4.13 million tons of soybean in 2019-20 lower by 31.19% from 5.79 million tonnes in previous year record due to excess rainfall.

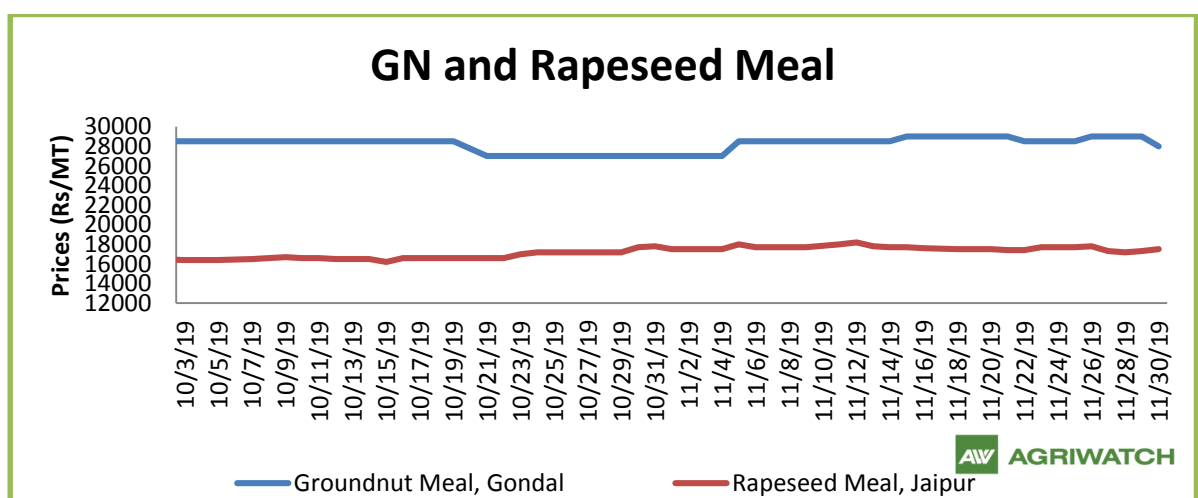
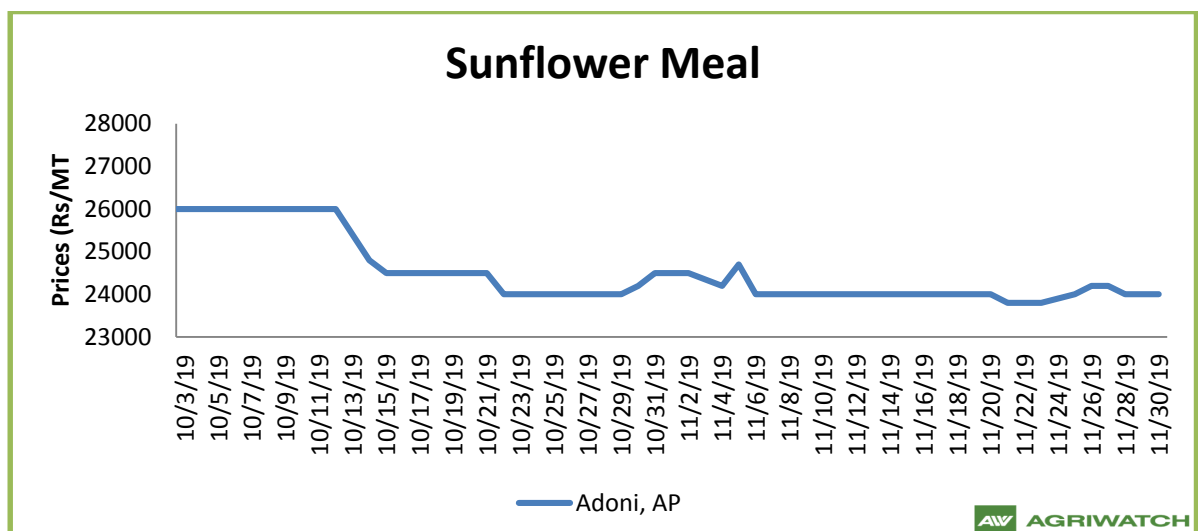
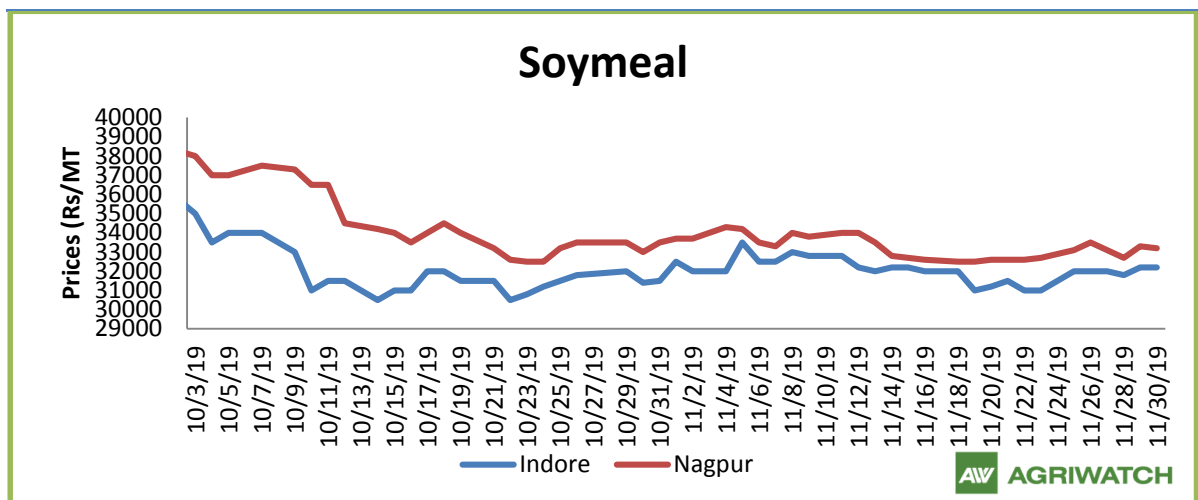
Soybean complex may trade in steady to weak zone in expectation of heavy supplies. RM Seed prices may decline in expectation of lower retailers demand.

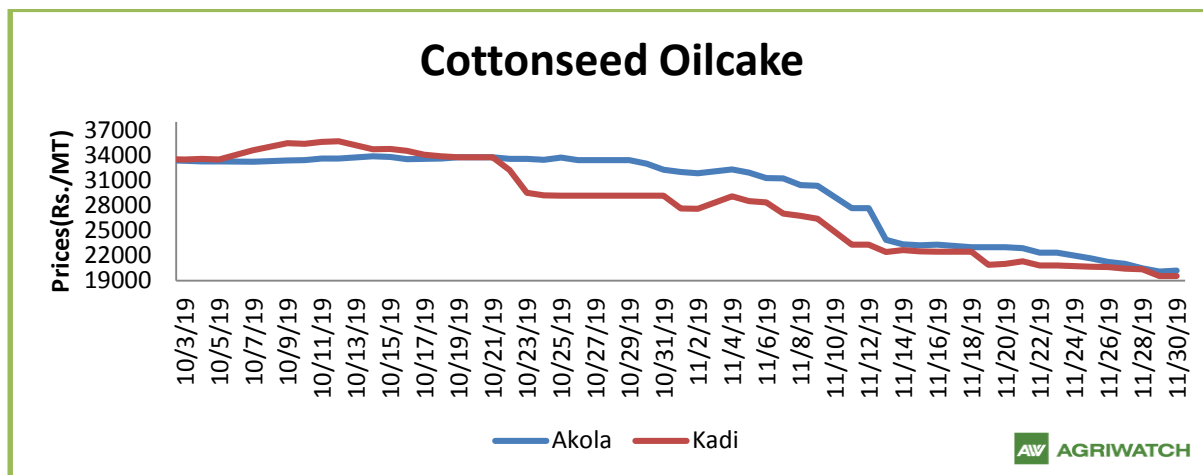
Overall maize cash markets traded mixed during the week as one side; arrival pressure are weighing on market sentiments while on the other side; improvement in arrival quality kept prices higher than last week. Maize is likely to trade steady to slightly weak in near term due to arrival pressure. However, feed makers demand could support at lower level.

All India weekly average prices of wheat increased by 0.82 percent to Rs. 2234.40 per quintal during the week ended 30th November 2019. Wheat average price were ruling at Rs 2216.26 per quintal during 16-23 November 2019. As compared to prices in the week 23-30 November 2018, the prices are firm

by 6.23 percent. Prices are expected to remain steady to weak in coming days amid increase in wheat acreage till date.

Trend – Raw Material, Feed





Source: AgriWatch

Soybean

Soybean prices closed on mixed phase during this week after mixed sentiments in the market. Arrivals are likely to increase further in market as farmers may release their holding crops at the current market price. Soybean prices may trade in steady to weak tone in expectation of less demand of millers. However, Nafed's procurement activity and lower crop estimates of this season may support prices.

As on 27th Nov.2019, Nafed has procured total 383 MT of Soybean from various trading centers in Telangana. Total 9436.63 MT has been procured so far from 3741 farmers.

Crop harvesting is almost completed. Continuous heavy rainfall received during monsoon season has severely damaged the crop in Rajasthan and Madhya Pradesh. Incidence of sucking pest and yellow mosaic virus has been observed in the field. Overall crop condition is below normal and yield is expected to be below normal. As per traders, total 20 to 25% soybeans are damaged in MP state majorly in the districts of Ratlam, Mandsaur and Neemuch. Traders expect Soybean production in India at 85 lakh tonnes for 2019/20 due to heavy crop loss in MP& Rajasthan.

As per SOPA recent released data, Soybean arrivals is registered at 12 lakh tonnes in October month lower from 21 lakh tonnes in last year in same month and also lower of 4 years record due to less supplies. India has shipped total 0.20 lakh tonnes in Oct month less than 0.24 lakh tonnes in last year. Planters, Traders and Farmers held 75.64 lakh tonnes of Soybean stocks so far of this season. India has crushed total 6.50 lakh tonnes in Oct 2019 lower from 9.50 lakh tonnes in previous year during the same month. India may produce total 89.84 lakh tonnes in 2019/20 season. SOPA expects carry over stock from last year at 1.70 lakh tonnes and 1.54 lakh tonnes for carry forward in next year. Imports of India are likely to stand at 3 lakh tonnes. Retained for sowing will be at 12 lakh tonnes while direct consumption is estimated at 2 lakh tonnes. Exports for 2019/20 may record at 1.50 lakh tonnes and crushing is estimated at 77.50 lakh tonnes. Soymeal production of the country is likely to stand at 62.78 lakh tonnes. Carry over stock of Soymeal is estimated at 1.59 lakh tonnes and 1.37 lakh tons of carry forward stocks. While export sea and land may stand at 10 lakh tonnes. Domestic consumption of Soymeal (Food) is estimated at 5.50 lakh tonnes and 47.50 lakh tonnes for Feed. In October month, India has exported total 0.50 lakh tonnes of Soymeal lower against 1.31 in Oct 2018 on lower overseas demand.

As per recent updates of SOPA, India may harvest 17.7 per cent lower Soybean crop at 89.9 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.

As per ministry report, All India sowing of soybean stood at 114.24 lakh hectares compared to 113.10 lakh hectares as on 04.10.2019. Sowing of soybean is higher in Madhya Pradesh at 55.16 lakh tonnes against 53.18 lakh tonnes in last year and Rajasthan at 10.61 lakh tonnes compared to 10.46 lakh tonnes in previous year.

As per the First Advance crop estimates 2019-20 of Ministry of Agriculture, Soybean production is estimated at 135.05 lakh tonnes as compared to 137.86 lakh tonnes in 2018-19.

The Ministry of Agriculture has fixed higher Minimum Support Price of Soybean (Yellow) at Rs 3710 per quintal for 2019-20 an increase of Rs 311 from Rs. 3399 per quintal in 2018-19.

The domestic soybean prices are likely to trade in steady to firm tone in coming days.

International Market

CBOT Soybean future prices closed remain on buyer's interests today as traders weighed up chances for an initial trade accord between Washington and Beijing that could boost U.S. exports. However, good weather condition in South America and lower real currency of Brazil against dollar has made Brazilian soybean cheaper which can curb CBOT price hike.

As per Agro consult, Brazil is likely to ship to China between 54 million tons to 59 million tons in 2019/20 lower against 60 million tons in last year. Total shipment of the country may stand between 76.5 million tons to 78 million tons depend on trade war settlement between U.S. and China. Brazil may produce total 124 million tons of soybean in this year higher from 118 million tons in last year.

As per sources, Farmers in Brazil have planted total 77.3% of soybean area as on 22nd Nov. 2019 of this season which is higher by 6% against previous week supported by good rainfall. However, it is lower from five year average of 80.5% during the same period of time. As per USDA, the soybean planted area is likely to increase by 2% to 37 million hectares for 2019-20 against last year record and soybean production is forecast higher by 5% to 123 million T in normal weather condition as compared to last year.

As per USDA, U.S. has harvested total 94% of soybean at this weekend on 24th Nov 2019 higher from last week record i.e. 91% and similar to last year record however it is remained lower from five-year average record i.e. 97%.

During the week (Nov 15-21) US sold 14% higher soybean to 1,664,100 metric tons for 2019/2020 against the previous week and 25 percent from the prior 4-week average. Increases primarily for China (831,200 MT, including 466,000 MT switched from unknown destinations and decreases of 1,000 MT), Germany (124,300 MT), Indonesia (112,700 MT, including 68,000 MT switched from unknown destinations and decreases of 900 MT), Taiwan (99,800 MT, including decreases of 100 MT), and Egypt (74,400 MT, including 25,000 MT switched from unknown destinations and decreases of 3,900 MT), were partially offset by reductions primarily for unknown destinations (48,000 MT). Exports of 2,245,800 MT--a marketing-year high--were up 36 percent from the previous week and 48 percent from the prior 4-week average. The destinations were primarily to China (1,531,200 MT), Germany (124,300 MT), Indonesia (101,500 MT), Egypt (80,300 MT), and Pakistan (69,300 MT).

As per custom report, China has imported 10.7% lower to 6.18 million tonnes in October 2019 compared to 6.92 million tonnes in previous year. It is also lower by 24.6% from 8.2 million tonnes in September 2019. For the first nine months of the year, China bought 70.69 million tonnes of soybeans, down 8.1% from 76.93 million tonnes in the same period last year.

As per NOPA recent data, NOPA members have crushed total 175.39 million bushels of Soybeans in October 2019 which is higher than 152.56 million bushels in September 2019 on account of harvesting

period of time. It is also higher from 172.34 million bushels in October 2018. However, crushing margin is lower because of higher soybean prices in U.S. Crushers have faced less competition for beans from exporters. Soybean oil stocks declined to 1.423 billion pounds at the end of October against 1.442 billion pounds in last month and 1.503 billion pounds at the end of October 2018. Soymeal exports have been reported higher in October 2019 at 894,817 tons from 844,584 tons in September 2019 and 967,174 tons exported in October 2018.

As per above, Brazil is likely to produce total 122.8 million tons in 2020 higher from 117.8 million tonnes in 2019. The country may export total 75 million tonnes lower from 83.26 million tonnes in 2019. Soy processing is forecast at 44 million tonnes higher against 42.9 million tonnes in 2019. Soy crushing may increase in 2020 due to higher biodiesel mix in diesel. However, soy planting area is still lagging behind last year record.

As per Agroconsult, Brazil is likely to ship lower soybean to China at 53 million tonne in 2019/20 against 60 million tonnes in the 2018-19 season in the case of a trade deal between the Asian country and the United States. It expects Brazilian exports to China to fall less if a trade deal is not reached, projecting soybean exports at 57 million tonnes, since the Asian nation is posed to reduce soybean buying overall due to smaller local demand for soymeal after the African swine fever (ASF) crisis. However, U.S may ship more soybean at 20 million tonnes to China in 2019-20 even if a trade deal is not reached compared to 14 million tonnes exported in 2018-19.

As per Conab, Brazil may harvest higher Soybean crop by 4.7% to 120.39 Million tonnes in 2019/20 against 115.03 million tonnes in last year. Soybean area in Brazil is likely to stand higher by 1.9% to 36.571 Million Ha. in 2019/20 against 35.874 Million Ha. in 2018/19 season. Brazil may export total 72 Million tonnes in 2019/20 higher from 70 Million tonnes in 2018/2019 however the projected figure is lower from 83.257 million tonnes in 2017/2018. The state of Mato Grosso will increase its soybean acreage by 2.6% to 9.95 million hectares (27.2% of the total) followed by Rio Grande do Sul which will increase 1.0% to 5.83 million hectares (15.9% of the total), Parana will increase 0.9% to 5.48 million hectares (14.9% of the total), Goias will increase 2.0% to 3.54 million hectares (9.6% of the total), and Mato Grosso do Sul will increase 3.4% to 2.95 million hectares (8.0% of the total).

As per sources, European Union bought total 4.4 million tonnes of Soybean till Nov 3, 2019 (season started on July 1) which is 2% lower than the volume as shipped on October 28 last year. EU soymeal imports had reached higher by 17% to 6.5 million tonnes, the year-earlier period, while palm oil imports stood at 1.8 million tonnes, down 13%.

As per USDA recent released report, U.S. Soybean production for 2019/20 is forecasted slightly lower to 96.61 million tons in November compared to last month record i.e. 96.62 million tons. Exports of U.S are unchanged at 48.30 million tonnes in this month. While, U.S crushing reports stood 57.25 million tonnes lower against 57.69 million tonnes in Oct month. Ending stocks of the country is expected 12.92 million tonnes higher from 12.52 in last month.

As per WASDE report, world oilseed production for 2019/20 is projected at 571.30 million tons in Nov month, down 3.55 million tons from October due to mostly to lower soybean and cottonseed production. Soybean production is projected at 336.6 million tons, down by 2.4 million tons to a 4-year low, mainly reflecting lower production for the United States. Oilseeds crushing estimates is also down by 3.6 million to 494.7 million tons. Ending stocks are increased marginally from the October forecast mainly due to higher soybean stocks in Brazil and the United States partially offset by a 1.1-million-ton reduction in Argentina. Protein meal production is down 2.6 million tons from last month to 337.8 million tons primarily on lower soybean meal production in India. Vegetable oil production declines 1.0 million tons from October mostly due to lower production of soybean, rapeseed, and palm oil. Oil stocks are lowered 570,000 to 19.1 million tons, the lowest in 5 years.

As per USDA, the U.S. season-average soybean price for 2019/20 is forecast unchanged at \$9.00 per bushel. The soybean meal price is forecast at \$325.00 per short ton, up \$20.00. The soybean oil price forecast is raised 0.5 cents to 30.0 cents per pound. U.S. Gulf FOB soybean export bids in October averaged \$358/ton, up \$22 from September. Brazil Paranagua averaged \$372/ton, up \$10 from September. Argentina Up River FOB averaged \$354/ton, up \$6. U.S. soybean meal export bids in October averaged \$339/ton, up \$9 from September.

As per USDA forecast, soybean production of Brazil in 2019-20 is projected at 123 million tonnes higher against the previous year 117 million tonnes due to supportive weather condition and unchanged from previous month record. Exports of soybean in 2019-20 is expected to 76 million tonnes higher from 75.85 million tonnes in 2018-19 however lower from 76.50 million tonnes in October month.

As per the latest update from USDA, China soybean production is estimated at 17.1 MMT on higher-than-expected area. Most industry sources forecast the crop at 17 MMT or above. Encouraged by subsidies favoring soybean production, farmers have increased planted area; the subsidy has been particularly effective in Northeast provinces. Weather has been favorable as slightly higher yields are expected. Total imports of China are estimated at 8.5 million tonnes for 2019/20 season higher from 8.2 million tonnes in Oct. month. While crushing is forecasted at 8.4 million tonnes lower from 8.5 million tonnes in 2018/19.

As per IGC (International Grain Council), Global soybean output may decline by 18 million tonne to 341 million tonnes due to slight shortfall in U.S Soybean output for this season and lower planting area so far in Brazil.

As per sources, Ukraine may export lower soybean by 19.8% to 2 million tonnes in 2019/20 against previous year record. While, it may export higher sunoil by 0.8% to 6.1 million tonnes in 2019/20 from last year record. The country may export 16.7% higher Rapeseed to 2.86 million tonnes in 2019/20 against 2018/19 season.

Soy meal

Soymeal prices closed higher side in this week on improved demand and rise in soy oil prices. However, demand in international markets (mainly in South East Asian countries) is very low due to higher domestic prices. As per SOPA, the Directorate General of Foreign Trade (DGFT) has stopped giving 7% MEIS benefit for export of soybean meal with effect from August 1, 2019 and de-activated the web portal for filing of such claims online. As a result exporters are suffering from huge losses.

During the week (Nov.15-21, 2019) US sold 53% lower soybean cake and meal to 93,200 MT for 2019/2020 from the previous week and 62% from the prior 4-week average. Increases primarily for Peru (40,000 MT, including decreases of 10,000 MT), Guatemala (31,900 MT, including 8,100 MT switched from Honduras and 1,300 MT switched from El Salvador), Colombia (12,200 MT, including 11,000 MT switched from unknown destinations and decreases of 10,700 MT), Canada (8,400 MT), and the Dominican Republic (7,700 MT, including decreases of 2,000 MT), were partially offset by reductions for Mexico (17,100 MT), unknown destinations (11,000 MT), and Costa Rica (3,000 MT). Exports of 213,700 MT were primarily to Colombia (73,300 MT), Mexico (46,400 MT), Ecuador (32,400 MT), Canada (13,500 MT), and Guatemala (13,100 MT).

Soymeal production of the country is likely to stand at 62.78 lakh tonnes. Carry over stock of Soymeal is estimated at 1.59 lakh tonnes and 1.37 lakh tons of carry forward stocks. While export sea and land may stand at 10 lakh tonnes lower output and noncompetitive prices in world market. India had exported total 22 lakh tonnes in last year in 2018-19 season. Domestic consumption of Soymeal (Food) is

estimated at 5.50 lakh tonnes and 47.50 lakh tonnes for Feed. In October month, India has exported total 0.50 lakh tonnes of Soymeal lower against 1.31 in Oct 2018 on lower overseas demand.

As per recent report of USDA, India may produce lower Soymeal to 6.4 million tonnes in 2019/20 compared to 7.6 million tonnes in 2018/19 season. The estimate is lower from 7.7 million tonnes in Oct month estimates due to less lower supplies of Soybean in this season. Domestic consumption is forecast at 5.35 million tonnes for this season higher from 5.2 million tonnes in previous year record however it is lower from previous month record i.e. 5.8 million tonnes due to less demand.

As per USDA, the U.S. season-average soybean price for 2019/20 is forecast unchanged at \$9.00 per bushel. The soybean meal price is forecast at \$325.00 per short ton, up \$20.00. The soybean oil price forecast is raised 0.5 cents to 30.0 cents per pound. U.S. Gulf FOB soybean export bids in October averaged \$358/ton, up \$22 from September. Brazil Paranagua averaged \$372/ton, up \$10 from September. Argentina Up River FOB averaged \$354/ton, up \$6. U.S. soybean meal export bids in October averaged \$339/ton, up \$9 from September.

As per recent SEA report, India shipped Oilmeals lower by 39% to 105,085 tons in October 2019 against 233,867 tons in September 2018. The overall export of oilmeals during April-Oct. 2019 is reported at 1,392,564 tons compared to 1,732,916 tons in April-Oct. 2018 i.e. down by 24%. This is mainly due to disparity in export of oilmeals, specifically soybean meal due to higher MSP of beans which makes the domestic soybean meal expensive in international market compared to other origin. The export of castor seed meal has increased to 301,666(210,371) tons, mainly exported to South Korea.

During April-October 2019, Vietnam imported 192,440 tons of oilmeals (compared to 338,292 tons); consisting of 3668 tons of soybean meal, 124,590 tons of rapeseed meal and 64,182 tons of De-oiled Rice Bran Extraction. South Korea imported 557,510 tons of oilmeals (compared to 472,935 tons); consisting 27,326 tons of soybean meal, 253,523 tons of rapeseed meal and 276,661 tons of castor seed meal. Thailand imported 130,715 tons of oilmeals (compared to 198,798 tons) consisting 111,367 tons of rapeseed meal, 17,581 tons of Rice Bran Extractions and 1,767 tons of soybean meal.

During April to Oct 2019, the export from Kandla is reported at 518,525 tons lower (37%), followed by Mundra handled 450,064 tons (31%), and Mumbai including JNPT handled 98,394 tons (7%) and Kolkata handled 89,833 tons (7%) and Others Ports handled 235,748 tons (17%).

Indian Soymeal premium quoted higher side by \$127 per ton over Argentinean meal with Indian meal bullishness producing the premium rather than Argentinean meal bearishness. Such premiums may limit bookings of Indian Soymeal for forward as well as spot market.

Rapeseed - Mustard Seed

RM seed prices closed in mixed zone amid mixed pace of arrivals in this week. Arrivals may rise as traders and farmers may book their profit at the current market price. At the end of week, mustard closed higher at 4518 per quintal as compared to 4473 per quintal in last week at the benchmark, Jaipur.

As per recent Ministry report, India has covered total 55.40 lakh hac. Of Mustard area as on 29th Nov. 2019 which lower by 3.2 lakh hac. against 58.58 lakh hac, in 2018-19. In Rajasthan, farmers have covered total 22.65 lakh hac. lower by 0.16 against 22.48 lakh hac. followed by 11.30 lakh in Uttar Pradesh, 6.04 lakh hac. in MP, 2.62 lakh hac. in West Bengal, 1.53 lakh hac. in Gujarat states.

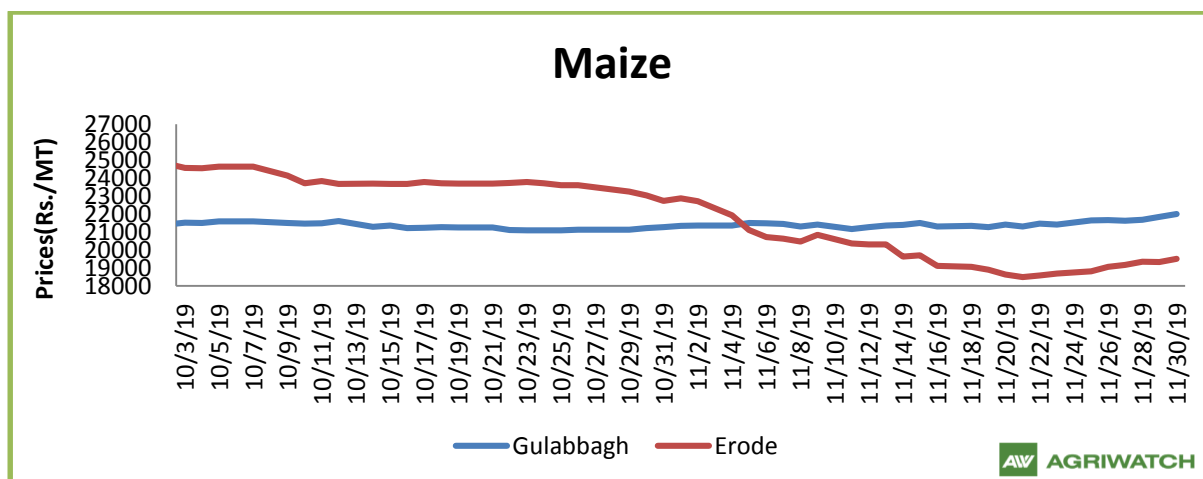
High water level in most reservoirs will support to increase yield. However, acreage for Rabi season may decline less as sowing has been delayed due to recent rainfall in October and November and late harvesting of Kharif crops. Farmers had waited water to dry up the sowing low lying land. The government expects Mustard seed production at 8.24 MT for 2019-20 lower than last year record. Government has announced Rs. 225 higher MSP of Mustard seed for Rabi 2020-21 seasons to Rs.4425 against Rs. 4200 in 2019-20.

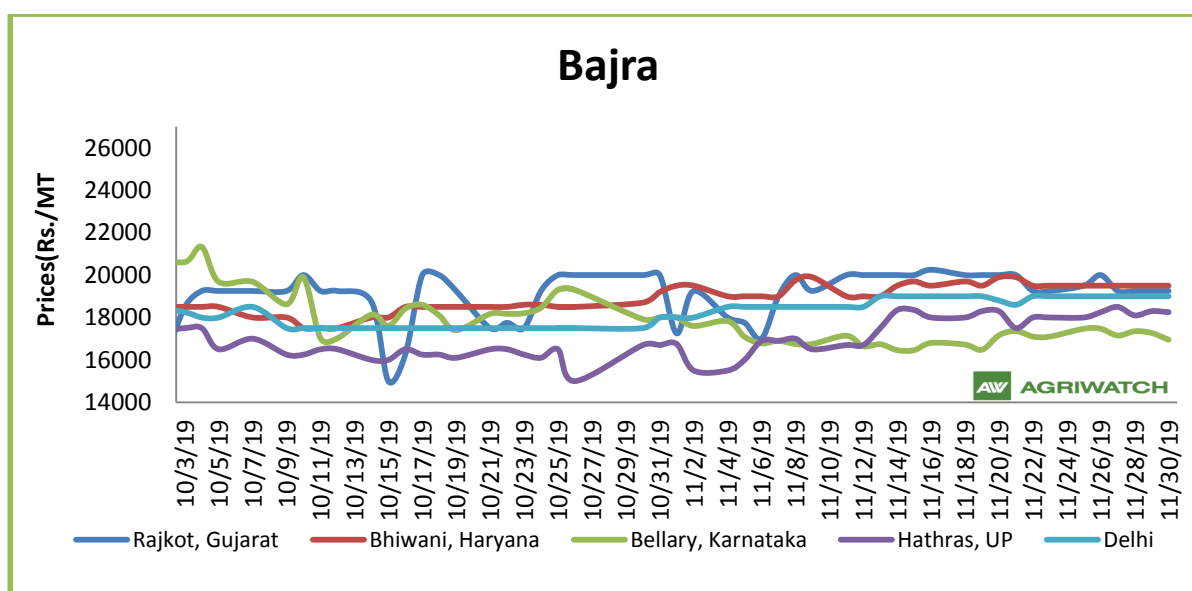
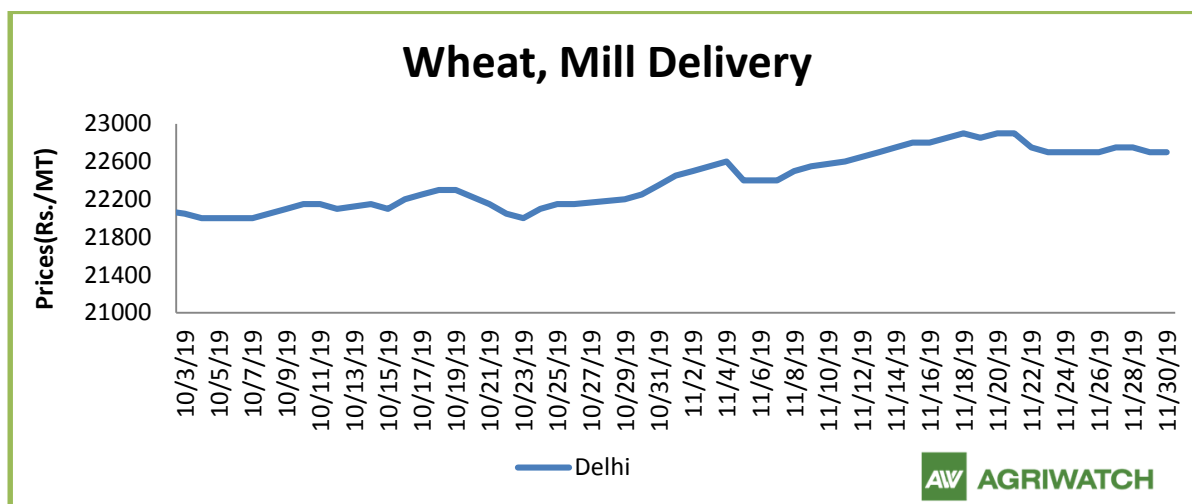
According to United States Department of Agriculture (USDA) October estimates, India's 2019-20 Rapeseed oil import estimates are revised lower at 1.20 lakh tonnes from 1.25 lakh tonnes in previous year. Domestic consumption lowered to 27 lakh tonnes from 27.30 lakh tonnes in previous year record. Ending stocks have been lowered to 1.44 lakh tonnes from 1.43 lakh tonnes in last year record. India may produce total 77 lakh tones of Rapeseed in 2019/20 lower from 80 lakh tonnes in 2018/19.

As on 16thOct 2019, Nafed sold total of 7920 MT of R-19 Mustard seed holdings in Rajasthan, Madhya Pradesh & Haryana markets. It disposed total 87419 MT of Mustard R-19 so far and holds remaining balance at 1001488.76 MT. It is likely to dispose total 7.47 lakh tonnes in next three month following 2.51 in November 2019, 2.50 Lakh tonnes in Dec 19, and 2.45 lakh tonnes in Jan 20 from various trading centers of Lucknow, Indore, Jaipur, and Chandigarh & Ahmedabad. It may sell total 1938.67 MT in Lucknow, 1.20 lakh tonnes in Indore, 4.35 lakh tonnes in Jaipur, 1.45 lakh tonnes in Chandigarh, 45541.18 MT in Ahmedabad during Nov. Month to Jan 2020.

As per the Mustard Oil Producers Association of India data, India crushed 13% lower mustard seed to 500,000 tonnes in September 2019 compared to last month record on account of lack luster demand of mustard meal exporters and less arrivals in physical markets. While, it is unchanged from last year record during the same month. In September 2019, total supply of mustard seed was 150,000 tonnes in Rajasthan, 85,000 tonnes in Uttar Pradesh 85,000 and 45,000 tonnes in Madhya Pradesh. Total available stocks with processors, stockiest and state-run agencies stood at 1.6 million tons in September 2019. It pegged total mustard crop output at 8.1 million tonnes in 2018-19 season which is higher from 7.1 million tonnes in last season. The estimated figure is lower than the farm ministry fourth advance estimate i.e. 9.3 million tonnes.

As per Fourth advanced estimates of government, it estimates Mustard seed output at 93.9 lakh tonnes for 2018/19 higher by 9.09 lakh tonnes from 84.3 lakh tonnes in 2017/18. It estimates groundnut crop size at 66.95 lakh tonnes for 2018/19 against 92.53 lakh tonnes.





Source: Agriwatch (Prices: Maize-Industrial/Feed Grade. Wheat-Mill Delivery: Narela Market, Delhi)

Overall maize cash markets traded mixed during the week as one side; arrival pressure are weighing on market sentiments while on the other side; improvement in arrival quality kept prices higher than last week. Maize is likely to trade steady to slightly weak in near term due to arrival pressure. However, feed makers demand could support at lower level.

In Davangere region of Karnataka, maize arrivals are still containing moisture up to 19. It is moving towards Namakkal at Rs. 1950 per quintal while Bangalore at Rs. 1900 per quintal; sourced from Davangere. Sources revealed that maize which is small in size and fungus affected, being delivered to Tamilnadu at Rs. 1900 per quintal for cattle feed; sourced from Hassan and Mysore.

In Nizamabad, maize is trading weak due to arrival pressure. However, feed makers demand could support the market at lower level. Maize arrivals are containing moisture up to 16%, fungus 5% and damaged grains around 5-7%. Maize is moving towards Hyderabad at Rs. 2200 per quintal while it is being bought by local starch feed makers at Rs. 1800 per quintal.

In A.P, arrivals are minimal in quantity. Vijayanagaram poultries are getting maize from Orissa while Krishna district and Prakasham district's poultries and distilleries are being supported by arrival from Khammam and Kurnool district. In Kurnool and khammam districts of A.P, maize arrivals are containing moisture up to 16%, back fungus 6-6.5% and green fungus slightly exist. In nandikotkur region of

Kurnool, maize loading rate is Rs. 1820 per quintal. Sources revealed that in Nandikotkur region of Kurnool district, around 1,20,000 MT of maize has been stocked.

In India, maize has been sown in around 6.30 lakh hectares as of 29th Nov'19 for Rabi season 2019-20 which is lower than 7.15 lakh hectare covered during corresponding period last year. In Bihar, it has been sown in around 1.87 lakh hectare which is lower than 2.47 lakh hectare while in Tamilnadu, it has been sown in around 1.23 lakh hectare which is lower than 1.38 lakh hectare during corresponding period last year.

Corn on CBOT fall by 2.26 USD/MT to 142.81 USD/MT for December'19 contract compared to previous week. However, it could trade firm on the expectation of increase in demand for U.S corn. At 0.64 MMT (for the period 15th November- 21st November, 2019) US corn exports were down 6 percent from the previous week but up 22 percent from the prior 4-week average; mainly for the destinations like Mexico (322,300 MT), Colombia (155,200 MT), Japan (76,700 MT), Guatemala (44,200 MT), and Jamaica (15,000 MT). In U.S, Corn has harvested 84% as of 24th November, 2019 which is lower by 9% compared to last year.

All India weekly average prices of wheat increased by 0.82 percent to Rs. 2234.40 per quintal during the week ended 30th November 2019. Wheat average price were ruling at Rs 2216.26 per quintal during 16-23 November 2019. As compared to prices in the week 23-30 November 2018, the prices are firm by 6.23 percent. Prices are expected to remain steady to weak in coming days amid increase in wheat acreage till date.

As per market sources, wheat stock in central pool as on 1st November'19 stood at 373.77 lakh tonnes down by 4.93% compared to last month. This quantity is higher by around 12.80% compared to last year for the same month. Government has already applied import duty on wheat to curb imports and provide support to domestic prices. Therefore, government has abundant supplies this year to tackle any unexpected rise in wheat prices by selling more quantity in open market.

As per latest update, area sown until 29th November-19 is 150.74 lakh hectares compared to 141.25 lakh hectare in the previous Rabi season. The normal area is 305.58 lakh hectares. Acreage under wheat has increased in the states of Madhya Pradesh and Rajasthan till date.

Farmers in Amritsar, Punjab have to sow the seeds of the wheat crop again as the earlier sown seeds were damaged by heavy hailstorm and rain during the first week of November. The seeds did not germinate due to more moisture content in the soil. They have to face double loss of sowing the wheat again and less per acre yield amid late sowing. According to market sources, a loss of 1.5 quintal is usually witnessed if the crop sowing is delayed by one week. Now, as the sowing has been delayed by two-three weeks, it is expected that estimated per acre loss would be around four quintals.

As per trade source, India has exported around 11.96 thousand tonnes in the month of October-2019. The quantity in October-2019 was exported at an average FOB of \$ 304.90 per tonne. Exports are likely to be at lower side as other countries are able to provide quality wheat at competitive prices.

India mainly imports from Australia and Russia. Millers prefer Australian wheat over Russian/Ukrainian wheat due to better quality. As of now, Russian wheat with 12.5 percent protein content and Australian premium wheat (APW) is being quoted at \$373.80 (Rs 26850.05) per tonne and \$509.60 (Rs 36604.57) per tonne respectively, after including freight and import duty @40%. Local expenses will further add to cost. Whereas wheat mill quality price in Chennai is ruling around Rs 24000-24500 per tonne. Therefore, as of now, there is no parity for wheat imports.

Indian FoB quote is hovering around \$319.63 per tonne. Against it Russia, Ukraine, France, US and Australia are offering wheat at \$205.50, \$207.00, Euro 183.00, \$238.85 and \$222.44 per tonne

respectively. There is little hope for recovery at export front this year. However, India is expected to import around 1-5 thousand tonnes in MY 2018-19.

Global wheat market is expected to trade steady to weak due to ample availability in global market. EU is likely to produce around 154.9 MMT in 2019-20 compared to 137.8 MMT in 2018-19. Russia and Ukraine are likely to harvest 74.5 MMT and 29.00 MMT of wheat in 2019-20 respectively. Production in US is likely to be around 52.30 MMT compared to last year's 51.30 MMT. Australia is likely to produce 17.00 MMT in 2019-20 compared to 17.30 MMT in 2017-18. Argentina is expecting to harvest around 19.0 MMT in 2019-20 compared to 19.5 MMT in 2018-19. Furthermore, Canada is likely to harvest around 32.60 MMT in 2019-20 compared to 32.20 MMT in 2018-19.

Outlook: Feed prices are expected to trade steady as overall feed ingredients prices traded mixed during last week.

Annexure

Oil Meal Prices at Key Spot Markets:

Soy DOC Rates at Different Centers

Centers	Ex-factory rates (Rs/ton)		
	28-Nov-19	21-Nov-19	Parity To
Indore - 45%, Jute Bag	31800	31500	Gujarat, MP
Kota - 45%, PP Bag	32800	33000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	34200	33800	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	32700	32600	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	33500	33200	Andhra, AP, Kar, TN
Latur	35000	34200	-
Sangli	33500	33600	Local and South
Solapur	33700	33500	Local and South
Akola – 45%, PP Bag	31800	31500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	33500	34000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	32600	32800	-

Soy DOC at Port

Centers	Port Price		
	27-Nov-19	20-Nov-19	
Kandla (FOR) (INR/MT)	33500	32800	700
Kandla (FAS) (USD/MT)	440	445	-5
CNF Indonesia – Yellow SBM (USD/MT)	480	480	Unch

International Soy DOC			
Argentina FOB USD/MT	27-Nov-19	21-Nov-19	Change
Soybean Pellets	315	323	-8
Soybean Cake Flour	315	323	-8
Soya Meal	312	323	-8
Soy Expellers	312	323	-8
Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	28-Nov-19	21-Nov-19	Change
Adoni	24000	23800	200
Khamgaon	Unq	Unq	Unq
Parli	Unq	Unq	Unq
Latur	Unq	Unq	Unq

Groundnut Meal (Rs/MT)	28-Nov-19	21-Nov-19	Change
Basis 45%, Saurashtra	28000	28000	Unch
Basis 40%, Saurashtra	26000	26000	Unch
GN Cake, Gondal	29000	29000	Unch

Mustard DOC/Meal	28-Nov-19	21-Nov-19	Change
Jaipur (Plant delivery)	17200	17400	-200
Kandla (FOR Rs/MT)	17600	17700	-100

Maize Spot Market Prices (Rs./Quintal)

Market	Grade	28-Nov-19	21-Nov-19	29-Oct-19	28-Nov-18	28-Nov-17
Delhi	Hybrid	2100	2025	Closed	1700	NR
Davangere	Loose	1780	1700	Closed	1500	1300
Nizamabad	Bilty	2000	2050	Closed	1510	1400
Ahmedabad	Feed	2060	2080	Closed	1760	1300
	Starch	2100	1850	Closed	1775	1320

FOB, C&F – Maize at Various Destinations (USD/ton)

	Argentina	Brazil	US	India
FOB	165.85	177.30	160.14	296.82
Cost and Freight	215.85	232.30	220.14	331.82

Soy Meal Exports (In MT):

<u>Month</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Jan	364444	103934	7707	155160	105678	86378
Feb	183551	64515	1127	207977	73816	132375
Mar	232176	46670	430.1	107059	39209	193920
Apr	75884	18017	12295	124374	68264	40829
May	8226	14046	10400	48900	76026	53272
Jun	2636	2098	17930	45975	104088	62524
Jul	6682	928	12270	80797	63747	76558
Aug	2778	768	10615	87668	59643	95450
Sep	868	6886	12210	102212	45388	35268
Oct	29071	4237	31390	71425	150388	24740
Nov	110806	8909	97750	207630	186409	
Dec	193832	5667	241250	168865	170588	
Total	1210954	276674	455374.1	1408042	1143244	801314

Feed Ingredient Prices at a Glance

<u>Commodity</u>	<u>State</u>	<u>Variety</u>	<u>Centre</u>	<u>28-Nov-19</u>	<u>21-Nov-19</u>	<u>Change</u>
Bajra	Karnataka	Hybrid	Bellary	1735	1736	-1
		Hybrid	Bangalore	2950	2950	Unch
Jowar	Karnataka	White	Bangalore	3500	3150	350
		White	Bellary	2778	1736	1042
Maize	Karnataka	Yellow	Davangere	1780	1700	80
	Andhra Pradesh	Yellow	Nizamabad	1900	1900	Unch
Rice	Haryana	IR8	Karnal	3050	3050	Unch
		Parmal Raw	Karnal	3400	3400	Unch
Soy meal	Madhya Pradesh	DOC	Indore	3180	3150	30
	Maharashtra	DOC	Sangli	3350	3360	-10
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	2400	2380	20
Mustard	Rajasthan	Plant delivery	Jaipur	1720	1740	-20
Groundnut Meal	Gujarat	GN Cake	Gondal	2900	2900	Unch

Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2037	2132	-95
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2047	2290	-243
Note: Prices Rs./Qtl						

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.