

Oilseeds Weekly Research Report

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Executive 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.

Outlook – Cash Market

Outlook-Soybean (Spot, Indore): Soybean Indore plant prices closed on lower side after higher supplies. Demand may decline on higher price level as farmers and traders have started booking their profits which may put more pressures on Soybean prices. Prices are likely to trade in the range of 3800 to 3950 in next week. The market sentiments are now depending on the stocks to be carried over to the next marketing year, buyers demand & weather condition and Kharif crop size estimates and Nafed's procurement.

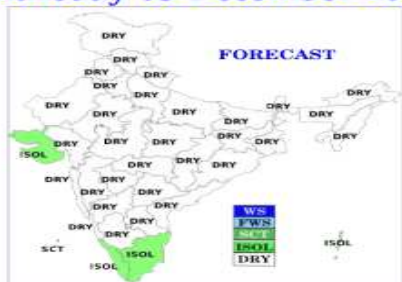
Outlook –Soy meal (Spot, Indore): Soymeal prices closed higher side supported by price hike in soyoil and global markets. Prices may trade steady to weak in the coming days on poor exports demands. Prices are also being driven by global market's outlook and may trade between Rs.31000 to 32000/MT in Indore market. Exporters are less active in the market.

Outlook-Rapeseed-Mustard (Spot, Jaipur basis) Mustard seed prices at Jaipur market are remain higher side on strong demand of crushers and retailers. Prices may trade in steady to weak tone in coming week in expectation of less demand at higher price level. Prices are likely to trade in the range of 4400 to 4500 in next week. Nafed is likely to start disposal of Mustard seed soon which may weigh on prices. However, NCDEX future prices of RM Seed may increase in expectation of buyer's interests at exchange.

Weekly Weather Report

Tuesday 03 December 2019

Wednesday 04 December 2019

Thursday 05 December 2019

Friday 06 December 2019


Seasonal Rainfall Scenario (01 October to 27 November, 2019), for the country as a whole, cumulative rainfall during this year's post- monsoon season up to 27 November, 2019 is above LPA by 29%. Details of the rainfall are mentioned below:-

Weekly Rainfall Scenario (21 to 27 November, 2019) (IMD)

Regions	Actual Rainfall (MM)	Normal Rainfall (MM)	% Departure from LPA
Country as a whole	3.2	5.7	-44%
Northwest India	6.2	3.6	72%
Central India	0.0	2.6	-99%
South Peninsula	6.6	15.6	-58%
East & Northwest India	0.0	4.3	-99%

Weekly rainfall Scenario (01 October to 27 November, 2019)

Regions	Actual Rainfall (MM)	Normal Rainfall (MM)	% Departure from LPA
Country as a whole	135.2	104.5	29%
Northwest India	57.1	33.9	69%
Central India	118.9	67.9	75%
South Peninsula	277.6	239.3	16%
East & Northwest India	144.9	151.7	-05%

Rabi Oilseed Sowing Status

Rabi Oilseeds Sowing as on 29.11.2019 (In lakh Hectare)				
	Normal Area	2019	2018	Change (Y-o-Y)
Rapeseed & Mustard	60.48	55.40	58.58	-3.2
Groundnut	7.76	1.92	1.88	0.03
Safflower	1.41	0.23	0.24	-0.01
Sunflower	2.92	0.60	0.76	-0.2
Sesamum	3.12	0.24	0.14	0.1
Linseed	2.99	1.75	1.92	-0.17
Total-Oilseeds (Nine)	78.82	60.31	63.69	-3.40

Soybean

Domestic Market

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.

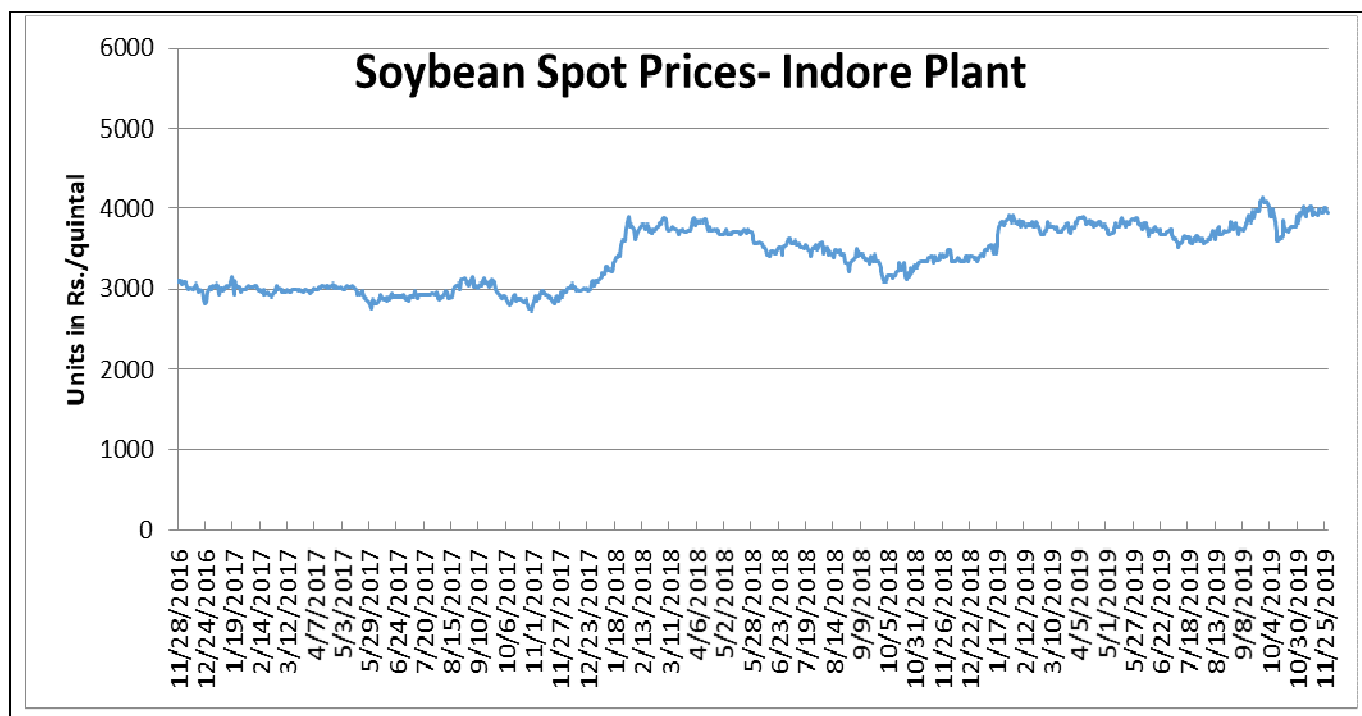
As per recent updates of SOPA, India may harvest 17.7 per cent lower Soybean crop at 89.9 lakh tonnes in 2019 against 109.3 lakh tonnes in 2018. The major Soybean producing states like Gujarat, Karnataka, Madhya Pradesh may harvest lower Soya crop by 30 per cent to 0.86 lakh tonnes, 7.1 per cent to 2.69 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.



Source: Agriwatch

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 Abiove, 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 results exporter 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 1,392,564tons 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.

Technical Analysis:

NCDEX Soybean FUTURE



Soybean Spot, Indore



*Note: Daily Chart

Support & Resistance NCDEX Soybean – Dec.Contract

S2	S1	PCP	R1	R2
3880	3980	4072	4200	4300

- Soybean Dec. contract depicts weak trend and likely to find support at 3980 and resistance at 4200
- On the upside, 4200 shall act as immediate resistance followed by INR 4300.
- On the downside, INR 3900 shall act as immediate support followed by 3980.
- Trade Recommendation (NCDEX-Soybean) - **Buy**

Weekly trade call: **Buy** Above-4065 Target – T1-4150; T2-4190, SL – 4035

Soy DOC Rates at Different Centers			
Centres	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, Orrisa, Jharkhand, WB
Hingoli	33500	34000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	32600	32800	-

Soy DOC at Ports			
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

Rapeseed Meal	27-Nov-19	20-Nov-19	
FAS Kandla (USD/MT)	246	246	Unch
FOR Kandla (Rs/MT)	17600	17700	-100
FOR Mundra (Rs/MT)	18000	18000	Unch
CNF Indonesia (USD/MT)	263	265	-2

International Soy DOC			
Argentina FOB USD/MT	27-Nov-19	20-Nov-19	
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	

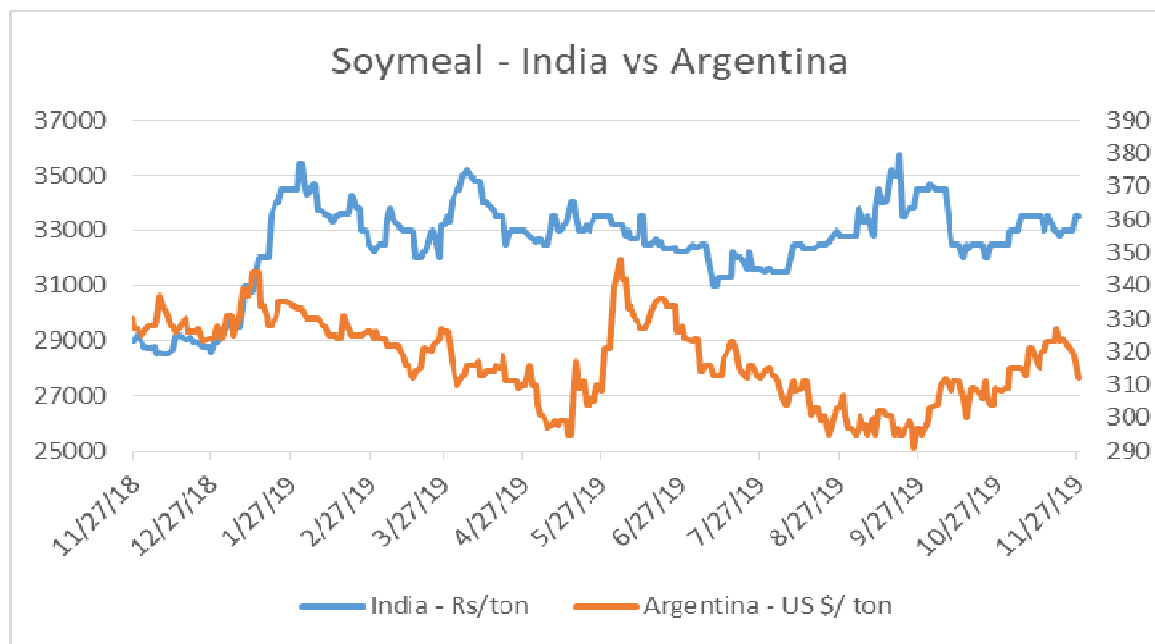
Adoni	24000	23800	200
Khamgaon	Unq	Unq	Unq
Parli	Unq	Unq	Unq
Latur	Unq	Unq	Unq

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

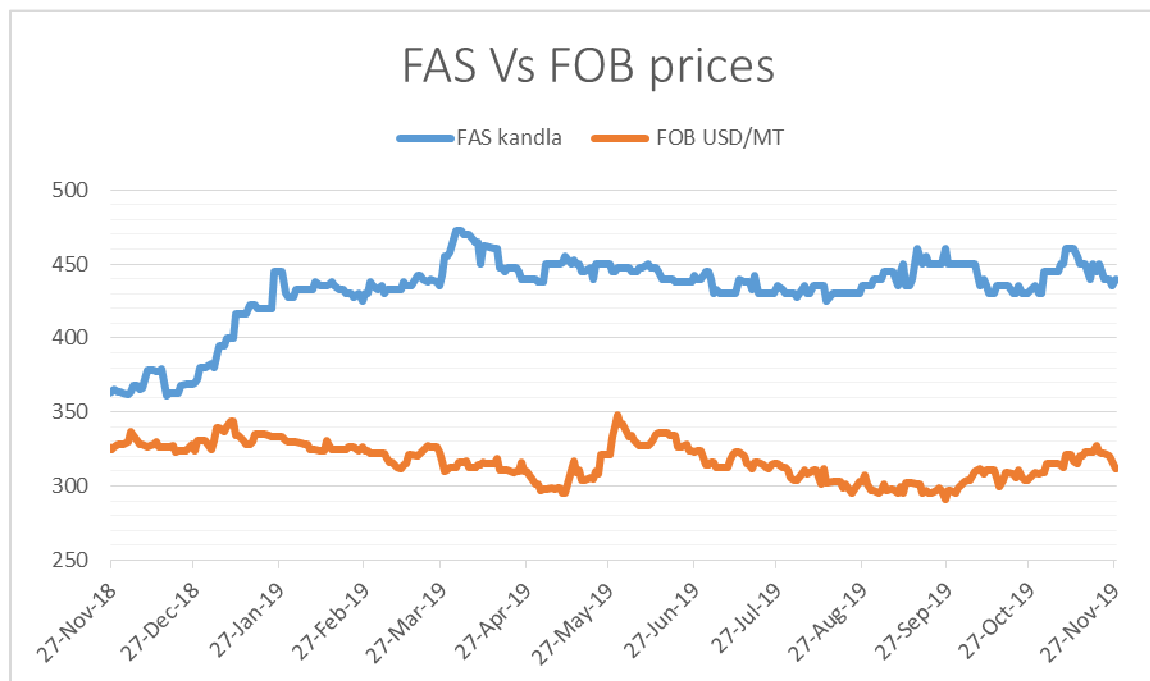
Mustard DOC	28-Nov-19	21-Nov-19	
Jaipur (Plant delivery)	17200	17400	-200
Kandla (FOR Rs/MT)	17600	17700	-100

Mumbai Oil Meal Quotes:			
Rs/M.T.	28-Nov-19	21-Nov-19	
G.N. Extr (45%)	27000	27000	Unch
KardiExtr	Unq	Unq	Unq
Undec Cottonseed Exp	22800	24000	-1200
Rice Bran Extr.	Unq	Unq	Unq
Sunflower Extr.	21500	21000	500
Rapeseed Extr.	Unq	Unq	Unch
Soymeal 48%	32870	32870	Unch
Castor Extr.	5800	5900	-100

Soymeal - India Vs Argentina – (US \$/tonne)



FAS SBM, Kandla Vs FOB SBM, Argentina – (US \$/tonne)



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.

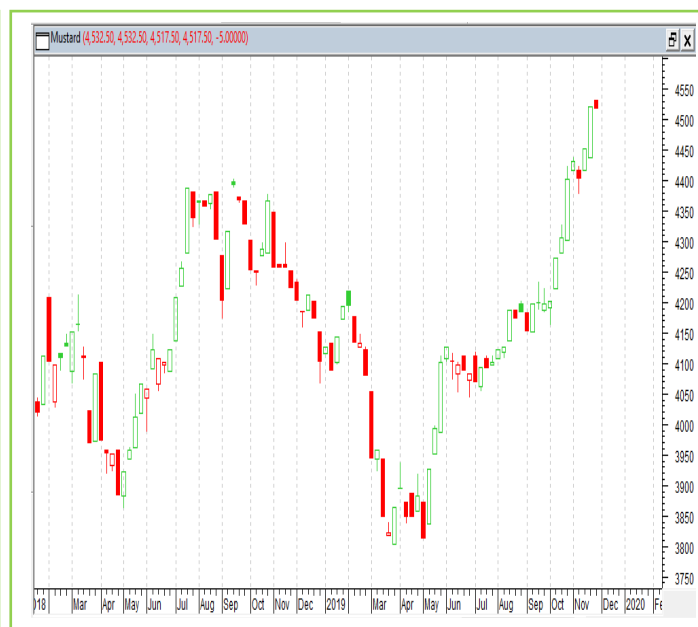
As on 16thOct 2019, Nafed sold total of 7920 MT of R-19 Mustard seed holdings in Rajasthan, Madhya Pradesh & Haryana markets. It disposed total 87419 MT of Mustard R-19 so far and holds remaining balance at 1001488.76 MT. It is likely to dispose total 7.47 lakh tonnes in next three month following 2.51 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.

Technical Analysis:

RM Seed Futures Contract RM Seed Spot, Jaipur



Support & Resistance NCDEX RM Seed – Dec.Contract				
S1	S2	PCP	R1	R2
4120	4220	4321	4450	4550

- Mustard Dec. contract depicts weakness and further can get support at INR 4220
- Prices have tested the lower level of 4301 in this week.
- Trade Recommendation (NCDEX Rapeseed-Mustard) -**Buy**

Weekly trade call: **Buy** Above – 4321 Target – T1-4380 T2- 4450, SL –4250

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	28-Nov-19		21-Nov-19		
	Low	High	Low	High	
Indore –Plant	3900	4000	3925	4015	-15
Indore–Mandi	3700	3950	3600	4000	-50
Nagpur-Plant	3900	4000	3800	3900	100
Nagpur – Mandi	3400	3800	3300	3800	Unch
Latur – Mandi	3280	3920	3150	3800	120
Akola – Mandi	2850	3750	2900	3775	-25
Kota-Plant	3900	3950	3900	3950	Unch
Kota – Mandi	3600	3950	3500	3950	Unch
Bundi-Plant	3950	4000	3900	3950	50
Bundi-Mandi	3700	4000	3500	3900	100
Baran-Plant	3950	4000	3950	4000	Unch
Baran-Mandi	3825	3975	3800	3975	Unch
Bhawani Mandi Jhalawar–Plant	4000	4050	4050	4080	-30
Jhalwar-Mandi	3600	4000	3600	3980	20
Rapeseed/Mustard					
Jaipur-(Condition)	4515	4520	4470	4475	45
Alwar-(Condition)	4250	4300	4250	4300	Unch
Sri Ganganagar-(Non-Condition)	3950	4000	3900	3950	50
New Delhi–(Condition)	4275	4300	4230	4250	50
Kota-(Condition)	4000	4050	4000	4100	-50
Agra-(Condition)	4286	4333	4381	4452	-119
Neewai-(Condition)	4150	4225	4250	4300	-75
Hapur (UP)-(Condition)	4200	4225	4150	4175	50
Groundnut Seed					
Rajkot	730	730	725	918	-188
Sunflower Seed					
Gulbarga	3000	3600	3200	3705	-105
Latur	NA	NA	NA	NA	NA
Sholapur	4100	4150	4050	4100	50
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	28-Nov-19	21-Nov-19	
Madhya Pradesh	340000	325000	15000
Maharashtra	250000	290000	-40000
Rajasthan	60000	60000	Unch
Bundi (Raj)	600	650	-50
Baran (Raj)	4000	6000	-2000
Jhalawar (Raj)	8000	4000	4000
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	5000	6000	-1000
Sri Ganganagar	200	300	-100
Kota	1500	400	1100
Groundnut Seed			
Rajkot (Gujarat)	3650	5400	-1750
Sunflower Seed			
Sholapur (Maharashtra)	1500	1500	NA

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

Oilseeds	28-Nov-19	21-Nov-19	Change
Groundnut Kernel	5100	5100	Unch
Gr. Bolds 60/70	6850	6850	Unch
Gr. Javas 60/70	8600	8650	-50
Gr Javas 70/80	8250	8300	-50
Gr.Javas 80/90	7900	7950	-50
KardiSeed 2% Exp Qly	5400	5400	Unch
Sesame White 98/2/1 FM	10700	10700	Unch
Whitish 95/5/FFA/1FM	10500	10500	Unch
Brown 48/2 FFA/4 FM	10400	10100	300
Brown 48/3 FFA/4 FM	10200	9700	500
Brown 48/4 FM/* No FFA Guarantee	10000	9500	500
Sunflower Seed	4025	4100	-75
Niger Seed (4% FM)	5300	5300	Unch

Annexure

India's Total Oilseeds Production Seen at 223.89 Lakh Tons in 1st Adv. Est. - GOI (Kharif)

The first Advance Estimates of production of major crops for 2019-20 have been released on 23rd Sep, 2019 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. Few the major crops producing states have received good rainfall. As a result, the production of oilseeds kharif crops estimates for 2019-20 has witnessed higher than their normal production. Oilseeds production of India is placed higher by 11.11 lakh tonnes to 223.89 lakh tonnes against the production of 212.78 lakh tonnes in 4th advanced estimates for 2018-19. The estimated figure is also higher by 11.5 lakh tonnes than five years average oilseeds production.

The estimated production of major Oilseeds during 2019-20 is as under:

Oilseeds – 223.89 Lakhtonnes

- Soybean – 135.05 Lakh Tons
- Groundnut – 63.11 Lakh Tons
- Castorseed – 17.37 Lakh Tons
- Sesame/Sesamum/Gingelly/Til – 6.86 Lakh Tons
- Nigerseed – 0.83 Lakh Tons
- Sunflower – 0.67 Lakh tons

MSP for 2019/20 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 2019-20 season, the MSPs of all the Kharif oilseeds are raised for this season. The MSP of Yellow Soybean is increased by Rs.311 from Rs.3399/qt in 2018- 19 to Rs.3710/qt in 2019-20, Groundnut is increased by Rs.200 from Rs.4890/qt in 2018-19 to Rs.5090/qt in 2019- 20, Sunflower is increased by Rs.262 from Rs.5388/qt in 2018-19 to Rs.5650/qt in 2019-20, Sesamum is increased by Rs.236/qt from Rs.6249/qt in 2018-19 to Rs.6485/qt in 2019-20, Niger seed is increased by Rs.63 from Rs.5877/qt in 2018-19 to Rs.5940/qt in 2019-20.

MSP for 2020/21 Rabi Oilseeds

Centre has increased the MSP of Mustard/Rapeseed by INR 225 from last year and kept it at INR 4425 per quintal. Last year the MSP of Mustard/rapeseed was INR 4200 per quintal including bonus of INR 200. Safflower MSP has been increased by INR 270 to INR 5215 from INR 4945 per quintal of last year. Last year MSP includes a bonus of INR 100 per quintal.

SOPASoybean Production Estimates Kharif 2019-20 As On10.10.2019

SOPA Soybean Estimates Kharif						
	2018-19			2019-20		
State	Area	Yield	Production	Area	Yield	Production
Gujarat	1.32	925	1.241	1.003	858	0.861
Maharashtra	36.39	944	34.34	37.363	971	36.295
Karnataka	3.19	911	2.90	3.302	816	2.694
Madhya Pradesh	54.1	1075	58.18	51.952	772	40.107
Chhattisgarh	1.281	865	1.108	0.742	726	0.539
Telangana	1.791	877	1.571	1.783	846	1.508
Rajasthan	9.212	971	8.945	9.627	681	6.56
Others	1.09	955	1.041	1.841	748	1.377
Total	108.4	940.4	109.3	107.6	802.3	89.9

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