

Oilseeds Domestic Fundamental

- Mixed trends are witnessed in Oilseeds complex today amid mixed sentiments. In MP market, 50% crops are purchased by planters and 50% are purchased by stockiest. The quality of new harvested crops of Soybean are very good. NCDEX Soybean and Mustard seed prices closed on higher side amid buyers' interests.
- As per trade body, India may grow 18% lower Soybean crop to 9 million tonnes in 2019 due to excess rainfall at the time of maturity stage. Madhya Pradesh received 44% above average rainfall which resulted water logging and badly affected soybean matured crops. As per SOPA survey, Soybean crops have damaged in Rajasthan and Maharashtra states as well.
- As per recent report of SEA, Groundnut crop for Kharif season is projected at 51 lakh tonnes for this season in India which is 36.54% higher than 37.35 lakh tonne in previous year. The crop area in Gujarat state is estimated at 15.52 lakh tonnes higher against 14.68 lakh hac. in 2018-19. Total yield of the state is forecasted higher by 90.78% to 2070 kg. per hectare from 1085 kg. per hectares in last year due to good rainfall of this season. Farmers in Gujarat may harvest total 32.15 lakh tonnes in 2019/20 which is just double against previous year record.
- As per recent updates of SOPA, India may harvest 17.7% lower Soybean crop to 89.9 lakh tonnes in 2019 against 109.3 lakh tonnes in 2018 on account of heavy rainfall at maturity period of time. The major growing Soybean states like Gujarat, Karnataka, Madhya Pradesh may harvest lower Soya crop by 30% to 0.86 lakh tonnes, 7.1% to 2.69 lakh tonnes, 31.1% to 40.10 lakh tonnes respectively against last year record. However, Farmer may get 5.7% higher Soybean to 36.29 lakh tonnes in Maharashtra in the current season.
- As per the Solvent Extractors' Association of India the export of oilmeals during September 2019 is provisionally reported at 105,232 tons compared to 172,423 tons in September, 2018 i.e. down by 39%. The overall export of oilmeals during April-Sep. 2019 is reported at 1251527 tons compared to 1499049 tons in April-Sep, 2018 i.e. down by 17%. This is mainly due to higher price of domestic produce soybean meal. This make the domestic oilmeal expensive in international market compare to other origins. The export of castor seed meal has increased to 301,666(210,371) tons, mainly exported to South Korea.
- As per recent released data of Ministry, the total area under Oilseeds is reported lower at 179.48 lakh hectares as on 27th Sep 2019 against 179.28 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of groundnuts to 39.32 lakh hectares against 40.20 lakh hectares last year. Total covering area of Soybean stood at 113.99 lakh hectares against 113.10 lakh hectares last year. Castor has been planted on 9.38 lakh hectares against 8.77 lakh hectares last year. Sunflower has been planted on 1.03 lakh hectares against 1.12 lakh hectares last year. Sesame has been planted on 13.72 lakh hectares against 14.19 lakh hectares last year, Nigerseed has been planted on 2.05 lakh ha against 1.90 lakh ha last year.

Oilseeds International Fundamentals

- CBOT Soybean future prices declined on selling interests in the market.
- As per Reuter, China imported 13.5% lower Soybean to 8.2 million tonnes in September 2019 due to lower demand of Soymeal after an epidemic of African swine fever. China bought 9.48 million tonnes in last month. It is slightly lower from 8.01 million tonnes in September 2018.
- 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, 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.
- As per USDA recent released report, U.S. oilseed production for 2019/20 is forecasted lower by 2.3 million tons at 107.9 million tons from last month with lower soybean, peanuts and cottonseed production partly offset by a higher canola and sunflower seed. U.S. Soybean production is forecast at 3.6 billion bushels, down 83 million, mainly on lower yields. U.S may get soybean yield at 46.9 bushels per acres in 2019/20 which is lower than the projection of September month however it is also lower from 47.2 bushels per acres as projected by Reuter analyst poll. Harvested area is reduced slightly to 75.6 million acres. Soybean supplies for 2019/20 are forecast at 4.5 billion bushels down 175 million on lower production and beginning stocks. With a small increase in soybean crush, ending stocks are projected at 460 million bushels, down 180 million.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3650 to 3750 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4280 and 4330 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-19	+66.00	3684	3780	3684	3780	3520	120	6240	-1980
Nov-19	+66.00	3665	3723	3662	3723	33970	16,320	76220	-1920
Dec-19	+64.00	3707	3760	3702	3760	18710	10,430	53470	3900
Mustard Future Prices									
Oct-19	+10.00	4115	4184	4115	4115	1250	670	3670	42050
Nov-19	+46.00	4140	4185	4140	4177	23050	17,150	43420	23710
Dec-19	+51.00	4155	4200	4155	4196	5060	3,400	8600	1210
Soybean Basis – (-80)					Mustard Basis-195				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	-80				Oct-19	195			
Nov-19		-23			Nov-19		133		
Dec-19			-60		Dec-19			114	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-Oct-19	15-Oct-19	15-Oct-19	15-Oct-19
Akola	-	40	-	40
Indore	-	-	-	-
Kota	0	109	109	-
Sagar	-	-	-	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-Oct-19	15-Oct-19	15-Oct-19	15-Oct-19
Sri Ganganagar	971	0	971	971
Bharatpur	-	-	-	-
Bikaner	3459	0	3459	3560
Kota	1666	318	1984	899
Jaipur	211	0	211	442
Alwar	274	0	274	274
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	15-Oct-19		14-Oct-19		
	Low	High	Low	High	
Indore –Plant	3625	3700	3600	3675	25
Indore–Mandi	2900	3650	3200	3600	50
Nagpur-Plant	3700	3775	3675	3725	50
Nagpur – Mandi	2900	3500	2800	3400	100
Latur – Mandi	2850	3750	3080	3790	-40
Akola – Mandi	2700	3425	2900	3650	-225
Kota-Plant	3575	3625	3550	3600	25
Kota – Mandi	2800	3500	3400	3500	Unch
Bundi-Plant	3500	3600	3500	3600	Unch
Bundi-Mandi	3400	3500	3500	3570	-70
Baran-Plant	3600	3650	3600	3650	Unch
Baran-Mandi	3300	3500	3500	3550	-50
Bhawani Mandi Jhalawar–Plant	3600	3700	3750	3800	-100
Jhalwar-Mandi	3500	3630	3600	3750	-120
Rapeseed/Mustard					
Jaipur-(Condition)	4305	4310	4295	4300	10
Alwar-(Condition)	4050	4100	4050	4100	Unch
Sri Ganganagar-(Non-Condition)	3850	3900	3850	4000	-100
New Delhi–(Condition)	4080	4100	4080	4100	Unch
Kota-(Condition)	3850	3900	3900	4000	-100
Agra-(Condition)	4238	4286	4238	4286	Unch
Neewai-(Condition)	3950	4000	3950	4000	Unch
Hapur (UP)-(Condition)	3950	4000	3950	4000	Unch
Groundnut Seed					
Rajkot	700	1040	860	1000	40
Sunflower Seed					
Gulbarga	NA	NA	NA	NA	-
Latur	NA	NA	NA	NA	-
Sholapur	3900	3950	3850	3900	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	16-Oct-19	15-Oct-19	
Madhya Pradesh	200000	225000	-25000
Maharashtra	130000	150000	-20000
Rajasthan	60000	60000	Unch
Bundi (Raj)	900	900	Unch
Baran (Raj)	11000	1500	9500
Jhalawar (Raj)	1900	1800	100
Rapeseed/Mustard			
Rajasthan	55000	55000	Unch
Alwar	1500	1000	500
Sri Ganganagar	500	300	200
Kota	400	1200	-800
Groundnut Seed			
Rajkot (Gujarat)	1800	1800	Unch
Sunflower Seed			
Sholapur (Maharashtra)	2000	2200	-200

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

Oilseeds	16-Oct-19	15-Oct-19	Change
Groundnut Kernel	5150	5150	Unch
Gr. Bolds 60/70	8550	8650	-100
Gr. Javas 60/70	10400	10500	-100
Gr Javas 70/80	10000	10100	-100
Gr.Javas 80/90	9700	9800	-100
KardiSeed 2% Exp Qly	5200	5200	Unch
Sesame White 98/2/1 FM	10500	10500	Unch
Whitish 95/5/FFA/1FM	10300	10300	Unch
Brown 48/2 FFA/4 FM	9500	9500	Unch
Brown 48/3 FFA/4 FM	9300	9300	Unch
Brown 48/4 FM/* No FFA Guarantee	9000	9000	Unch
Sunflower Seed	3600	3600	Unch
Niger Seed (4% FM)	5500	5500	Unch

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