

Oilseeds Domestic Fundamental

- Despite Indore market, most of the market reported lower trends in Soybean complex after heavy pace of arrivals today. Mustard seed prices showed mixed trend in the market.
- As per SOMA (Saurashtra Oil Mills Association), Farmers in Gujarat are likely to produce 30.19 lakh tonnes for the current season lower against 32 lakh tonnes in First Advanced estimates of government. However, it is significantly higher from 15 lakh tonnes in previous year record. Ample rainfall of this season helped the groundnut crop mainly in districts of Junagadh, Rajkot, Gir Somnath and Devbhumi Dwarka. Farmers have started to harvest their crops in a full speed now. The Gujarat government has already announced the groundnut procurement schedule from November 1, 2019. The State civil supplies corporation will conduct procurement of groundnut from 122 centres across the State. About 4.4 lakh farmers have registered to take part in the procurement process.
- 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 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 recent released data of Ministry, the total area under Oilseeds is reported higher at 180.41 lakh hectares as on 4th Oct 2019 against 180.16 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of groundnuts to 39.40 lakh hectares against 40.49 lakh hectares last year. Total covering area of Soybean stood at 114.24 lakh hectares against 113.10 lakh hectares last year. Castor has been planted on 9.55 lakh hectares against 8.89 lakh hectares last year. Sunflower has been planted on 1.12 lakh hectares against 1.17 lakh hectares last year. Sesame has been planted on 13.79 lakh hectares against 14.47 lakh hectares last year, Nigerseed has been planted on 2.31 lakh ha against 2.04 lakh ha last year.

Oilseeds International Fundamentals

- CBOT Soybean future prices declined amid selling pressures in the market.
- During (Oct 4-10, 2019) U.S. sold total 1,601,000 metric tons for 2019/2020 which were down 24 percent from the previous week and 8 percent from the prior 4-week average. Increases primarily for China (850,500 MT, including 63,000 MT switched from unknown destinations and decreases of 3,000 MT), Egypt (160,200 MT, including 169,500 MT switched from unknown destinations and decreases of 13,700 MT), unknown destinations (137,100 MT), Mexico (102,000 MT, including decreases of 2,100 MT), and Thailand (84,700 MT, including 66,000 MT switched from unknown destinations), were partially offset by reductions for the United Kingdom (2,900 MT) and Barbados (700). Exports of 956,100 MT were down 8 percent from the previous week, but up 6 percent from the prior 4-week average. The destinations were primarily to Egypt (210,200 MT), Pakistan (139,100 MT), China (136,000 MT), Mexico (96,000 MT), and Thailand (85,400 MT).
- As per Reuter, China imported 13.5% lower Soybean to 8.2 million tonnes in September 2019 due to lower demand of Soy meal 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.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3650 to 3700 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4250 and 4300 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-19	+55.00	3815	3908	3753	3850	11280	8,420	1940	-2960
Nov-19	-23.00	3750	3766	3716	3729	32320	-16,590	78870	3920
Dec-19	-22.00	3805	3805	3751	3760	14730	-12,540	63450	2180
Mustard Future Prices									
Oct-19	+17.00	4105	4224	4105	4140	4140	4,130	790	42050
Nov-19	-1.00	4136	4159	4121	4141	16130	-6,280	40490	23710
Dec-19	-2.00	4169	4175	4140	4165	7940	2,840	13090	1210
Soybean Basis – (-30)					Mustard Basis-175				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	-30				Oct-19	175			
Nov-19		91			Nov-19		174		
Dec-19			60		Dec-19			150	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	19-Oct-19	19-Oct-19	19-Oct-19	19-Oct-19
Akola	-	100	-	100
Indore	-	-	-	-
Kota	339	180	519	-
Sagar	-	-	-	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	19-Oct-19	19-Oct-19	19-Oct-19	19-Oct-19
Sri Ganganagar	971	0	971	971
Bharatpur	-	-	-	-
Bikaner	3257	0	3257	3560
Kota	1666	636	2302	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	21-Oct-19		19-Oct-19		
	Low	High	Low	High	
Indore –Plant	3700	3775	3700	3750	25
Indore–Mandi	3100	3625	3100	3675	-50
Nagpur-Plant	Closed	Closed	3700	3800	-
Nagpur – Mandi	Closed	Closed	3000	3550	-
Latur – Mandi	Closed	Closed	3200	3700	-
Akola – Mandi	Closed	Closed	2900	3525	-
Kota-Plant	3625	3650	3625	3650	Unch
Kota – Mandi	3000	3500	3000	3625	-125
Bundi-Plant	3600	3650	3650	3700	-50
Bundi-Mandi	3000	3550	3000	3600	-50
Baran-Plant	3600	3650	3700	3725	-75
Baran-Mandi	3400	3500	Closed	Closed	-
Bhawani Mandi Jhalawar–Plant	3600	3650	3650	3700	-50
Jhalwar-Mandi	3350	3600	3400	3650	-50
Rapeseed/Mustard					
Jaipur-(Condition)	4300	4305	4305	4310	-5
Alwar-(Condition)	4050	4150	4000	4100	50
Sri Ganganagar-(Non-Condition)	3900	4050	3800	4000	50
New Delhi–(Condition)	4080	4100	4080	4100	Unch
Kota-(Condition)	3725	3825	3700	3800	25
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	800	1000	815	1030	-30
Sunflower Seed					
Gulbarga	NA	NA	3152	3554	-
Latur	Closed	Closed	NA	NA	-
Sholapur	Closed	Closed	3900	3950	-
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	21-Oct-19	19-Oct-19	
Madhya Pradesh	400000	225000	175000
Maharashtra	Closed	200000	-
Rajasthan	120000	70000	50000
Bundi (Raj)	1400	1400	Unch
Baran (Raj)	15000	Closed	-
Jhalawar (Raj)	3500	3000	500
Rapeseed/Mustard			
Rajasthan	60000	50000	10000
Alwar	2000	1500	500
Sri Ganganagar	400	500	-100
Kota	600	500	100
Groundnut Seed			
Rajkot (Gujarat)	3150	5850	-2700
Sunflower Seed			
Sholapur (Maharashtra)	Closed	1500	-

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

Oilseeds	21-Oct-19	19-Oct-19	Change
Groundnut Kernel	0	5200	NA
Gr. Bolds 60/70	0	8150	NA
Gr. Javas 60/70	0	10000	NA
Gr Javas 70/80	0	9600	NA
Gr.Javas 80/90	0	9300	NA
KardiSeed 2% Exp Qly	0	5200	NA
Sesame White 98/2/1 FM	0	10500	NA
Whitish 95/5/FFA/1FM	0	10300	NA
Brown 48/2 FFA/4 FM	0	9500	NA
Brown 48/3 FFA/4 FM	0	9300	NA
Brown 48/4 FM/* No FFA Guarantee	0	9000	NA
Sunflower Seed	0	3600	NA
Niger Seed (4% FM)	0	5500	NA

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