

Oilseeds Domestic Fundamental

- Firm tone are witnessed almost at all trading centers in Oilseeds complex after good demand of local stockiest. Arrivals are in mixed phase. Traders expect lower Soybean crop size in the range of 80 to 85 lakh tonnes for 2019-20.
- Farmers in MP have harvested almost 80% of Soybean crop of this season and stockiest are very active at the current level. While, In Rajasthan, 30 to 40% harvesting has been completed. In Maharashtra, harvesting pace is slow due to election and late sowing varieties of soybean crop. Farmers may harvest in full speed after 1st November 2019.
- 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 are continued on lower side 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 3600 to 3700 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4280 and 4350 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-19									
Nov-19	-22	3737	3750	3702	3715	38970	6,650	79080	210
Dec-19	-26	3768	3781	3729	3742	23440	8,710	67120	3670
Mustard Future Prices									
Oct-19									
Nov-19	+62.00	4143	4211	4152	4205	19190	3,060	40680	23710
Dec-19	+60.00	4165	4225	4172	4225	5090	-2,850	14310	1210
Soybean Basis – (35)					Mustard Basis-175				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19					Oct-19				
Nov-19		35			Nov-19		120		
Dec-19			8		Dec-19			100	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Oct-19	21-Oct-19	21-Oct-19	21-Oct-19
Akola	190	769	959	190
Indore	-	-	-	-
Kota	1226	400	1626	1226
Sagar	-	-	-	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Oct-19	21-Oct-19	21-Oct-19	21-Oct-19
Sri Ganganagar	829	0	829	829
Bharatpur	-	-	-	-
Bikaner	1202	0	1202	1202
Kota	2282	1156	3438	2282
Jaipur	211	0	211	211
Alwar	274	0	274	274
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	22-Oct-19		21-Oct-19		
	Low	High	Low	High	
Indore –Plant	3650	3750	3700	3775	-25
Indore–Mandi	3200	3700	3100	3625	75
Nagpur-Plant	3700	3730	Closed	Closed	-
Nagpur – Mandi	3010	3440	Closed	Closed	-
Latur – Mandi	3275	3705	Closed	Closed	-
Akola – Mandi	2850	3500	Closed	Closed	-
Kota-Plant	3625	3650	3625	3650	Unch
Kota – Mandi	3200	3600	3000	3500	100
Bundi-Plant	3600	3650	3600	3650	Unch
Bundi-Mandi	3200	3650	3000	3550	100
Baran-Plant	3650	3700	3600	3650	50
Baran-Mandi	3500	3575	3400	3500	75
Bhawani Mandi Jhalawar–Plant	3700	3750	3600	3650	100
Jhalwar-Mandi	3500	3700	3350	3600	100
Rapeseed/Mustard					
Jaipur-(Condition)	4320	4325	4300	4305	20
Alwar-(Condition)	4100	4200	4050	4150	50
Sri Ganganagar-(Non-Condition)	4000	4080	3900	4050	30
New Delhi–(Condition)	4080	4100	4080	4100	Unch
Kota-(Condition)	3750	3850	3725	3825	25
Agra-(Condition)	4238	4286	4238	4286	Unch
Neewai-(Condition)	3950	4000	3950	4000	Unch
Hapur (UP)-(Condition)	4000	4050	3950	4000	50
Groundnut Seed					
Rajkot	880	975	800	1000	-25
Sunflower Seed					
Gulbarga	NA	NA	NA	NA	-
Latur	NA	NA	Closed	Closed	-
Sholapur	3850	3900	Closed	Closed	-
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	22-Oct-19	21-Oct-19	
Madhya Pradesh	350000	400000	-50000
Maharashtra	225000	Closed	-
Rajasthan	125000	120000	5000
Bundi (Raj)	1200	1400	-200
Baran (Raj)	25000	15000	10000
Jhalawar (Raj)	5000	3500	1500
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	2000	2000	Unch
Sri Ganganagar	500	400	100
Kota	900	600	300
Groundnut Seed			
Rajkot (Gujarat)	NA	3150	-
Sunflower Seed			
Sholapur (Maharashtra)	2000	Closed	-

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

Oilseeds	22-Oct-19	21-Oct-19	Change
Groundnut Kernel	5250	5200	50
Gr. Bolds 60/70	7950	8150	-200
Gr. Javas 60/70	9800	10000	-200
Gr Javas 70/80	9400	9600	-200
Gr.Javas 80/90	9100	9300	-200
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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