

Oilseeds Domestic Fundamental

- Mixed trends are seen on Oilseeds complex today due to ups and downs in supplies in the markets. Soybean prices increased at most of the trading centers on good demand of local crushers ahead of Diwali. Mustard seed prices are continued on higher side due to good demand of local crushers. NCDEX Soybean and Mustard seed prices settled remain on higher side on buying interests.
- NAFED has started to procure soybean Kharif 2019 season in Telangana state of India. As on 22nd Oct 2019, it procured total 118.70 MT from various trading centers of Telangana farmers. Total 492.10 MT has been procured so far from 271 farmers.
- Farmers in MP have harvested almost 85% of Soybean crop of this season. While, In Rajasthan, 40 to 50% 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.
- Government has announced Rs. 225 higher MSP of Mustard seed for Rabi 2020-21 season to Rs.4425 against Rs. 4200 in 2019-20.
- 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 closed on higher side on Wednesday after China offered to exempt some U.S. shipments from import tariffs. China offered 10 million tonnes of tariff-free quota to major Chinese and international soybean crushers to import soybeans from the United States
- Farmers in Brazil have planted 21% Soybean crop as on 17th October 2019 which is lower from previous year record i.e. 34%. In Parana state, farmers have completed total 33% lower against last season on account of dry weather condition.
- As per Reuter, European Union soybean imports in the 2019/20 season that started on July 1 had reached 3.9 million tonnes by Oct. 20,2019 lower by 1% from last year. EU soymeal imports had noticed higher by 16% to 5.8 million tonnes against previous year. Palm oil imports stood down by 7% to 1.65 million tonnes.
- 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.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3750 to 3850 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4350 and 4450 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-19	11	3740	3796	3736	3793	44200	12,730	77400	-1880
Dec-19	12	3761	3817	3755	3815	26970	4,910	72840	2230
Jan-20	01	3797	3856	3794	3856	7700	3,080	17320	3290
Mustard Future Prices									
Nov-19	22	4254	4290	4228	4276	23590	-14,170	40970	42050
Dec-19	1	4266	4290	4241	4267	8880	-4,930	18410	23710
Jan-20	Unch	4278	4278	4278	4278	20	20	70	1210
Soybean Basis – 32					Mustard Basis-99				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	32				Oct-19	99			
Nov-19		10			Nov-19		108		
Dec-19			-31		Dec-19			97	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	23-Oct-19	23-Oct-19	23-Oct-19	23-Oct-19
Akola	868	410	1278	190
Indore	-	-	-	-
Kota	1246	1318	2564	1226
Sagar	-	-	-	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	23-Oct-19	23-Oct-19	23-Oct-19	23-Oct-19
Sri Ganganagar	142	0	142	718
Bharatpur	-	-	-	-
Bikaner	273	0	273	1202
Kota	3298	240	3538	2282
Jaipur	191	0	191	211
Alwar	274	0	274	274
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	24-Oct-19		23-Oct-19		
	Low	High	Low	High	
Indore –Plant	3725	3825	3700	3800	25
Indore–Mandi	3400	3800	3200	3700	100
Nagpur-Plant	3700	3730	3700	3730	Unch
Nagpur – Mandi	2860	3520	3010	3420	100
Latur – Mandi	NA	NA	3075	3660	-
Akola – Mandi	2800	3500	2800	3520	-20
Kota-Plant	3575	3600	3625	3650	-50
Kota – Mandi	3200	3600	3200	3600	Unch
Bundi-Plant	3650	3700	3550	3600	100
Bundi-Mandi	3200	3685	3100	3595	90
Baran-Plant	3730	3780	3620	3670	110
Baran-Mandi	3600	3700	3480	3560	140
Bhawani Mandi Jhalawar–Plant	3700	3770	3600	3650	120
Jhalwar-Mandi	3500	3730	3400	3600	130
Rapeseed/Mustard					
Jaipur-(Condition)	4370	4375	4360	4365	10
Alwar-(Condition)	4100	4200	4100	4200	Unch
Sri Ganganagar-(Non-Condition)	4060	4160	4060	4160	Unch
New Delhi–(Condition)	4130	4150	4080	4100	50
Kota-(Condition)	3900	4000	3900	4000	Unch
Agra-(Condition)	4286	4357	4262	4310	48
Neewai-(Condition)	4075	4125	4075	4125	Unch
Hapur (UP)-(Condition)	4030	4080	4025	4075	5
Groundnut Seed					
Rajkot	700	915	725	980	-65
Sunflower Seed					
Gulbarga	NA	NA	3152	3625	-
Latur	NA	NA	NA	NA	-
Sholapur	3850	3900	3900	3950	-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	24-Oct-19	23-Oct-19	
Madhya Pradesh	250000	250000	Unch
Maharashtra	200000	200000	Unch
Rajasthan	90000	80000	10000
Bundi (Raj)	1200	2000	-800
Baran (Raj)	18000	30000	-12000
Jhalawar (Raj)	8000	6000	2000
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	6000	2000	4000
Sri Ganganagar	300	300	Unch
Kota	500	500	Unch
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	1500	1800	-300

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

Oilseeds	24-Oct-19	23-Oct-19	Change
Groundnut Kernel	5250	5250	Unch
Gr. Bolds 60/70	7750	7750	Unch
Gr. Javas 60/70	9600	9600	Unch
Gr Javas 70/80	9200	9200	Unch
Gr.Javas 80/90	8900	8900	Unch
KardiSeed 2% Exp Qly	5300	5300	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	4100	4100	Unch
Niger Seed (4% FM)	5500	5500	Unch

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