

Oilseeds Domestic Fundamental

- Steady to firm tone are witnessed at most of Oilseeds trading centers despite heavy pace of arrivals after robust crushers demand. NCDEX Soybean and Mustard seed prices rose today on fresh buying activities of speculators.
- Mustard seed sowing for Rabi season is likely to begin soon in full pace. High water level in most reservoirs will support to increase yield. However, acreage may decline less as sowing is delaying due to recent rainfall in September and October and late harvesting of Kharif crops. Farmers are waiting 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.
- Farmers in MP have harvested almost 90% of Soybean crop of this season. In Rajasthan, 70% harvesting has been completed. In Maharashtra, harvesting pace is slow and it has been completed up to 40% so far on account of elections activities and rainfall in the last week. Farmers may complete all over harvesting up to 10th November.
- According to IOPEPC (The Indian Oilseeds and Produce Export Promotion Councils) survey report, India is likely to harvest groundnut crop at 68.60 lakh tons during Kharif 2019 higher against 51.96 lakh tons in previous year. It expects higher groundnut's yields at 1745 Kg/Ha compared to 1336 Kg/Ha for this season.
- Groundnut seed and oil exports is expected to be high in this season as China is encouraging imports of groundnut oil instead of soybean oil. Relatively, Indian government has approved to bulk export of groundnut oil. Bumper groundnut crop expectation in India and lower crop prospectus in Africa will support Indian exporters to ship higher volume this year.
- 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. The State government has requested the Centre to increase the quantity of procurement of the Soybean crop produced in Telangana than the approved quota since the market price has been ruling below the minimum support price of ₹3,710 per quintal. Centre has agreed to procure 58,608 tonnes about 30.2% of the estimated production, of Soybean.
- 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. In view of traders, India may suffer 20 to 25% loss of Soybean crop of this season due to excess rainfall at the time of maturity stage. As per ministry report, Soybean growers have increased area in 2019 as compared to 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.

Oilseeds International Fundamentals

- CBOT Soybean future prices increased today supported by good buying activities and worries about U.S. harvest delays, with rain and snow this week in parts of the Midwest.
- As per USDA, U.S. farmers have harvested soybean crop 62% of their soybean crop, up from 46% a week earlier although below the average pace of 78% at this time of the year.
- As per USDA, China bought 264,000 tonnes U.S. Soybean for delivery in the 2019/20 marketing year. USDA has confirmed sales of about 6 million tonnes of soybeans to China since the marketing year began on Sept. 1. That compares with cancellations of 431,000 tonnes in the comparable period of 2018 and about 8.4 million tonnes in the comparable period of 2017, before the trade war began.
- As per sources, European Union bought total 4.25 million tonnes of Soybean till Oct 27, 2019 (season started on July 1) which is 2% higher than the volume as shipped on October 21 last year. EU soy meal imports had reached higher by 20% to 6.3 million tonnes, the year-earlier period, while palm oil imports stood at 1.7 million tonnes, down 12%.
- 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, Philippines bought 120,000 tonnes of Soybean in a tender on 25th Oct 2019. The soybeans were expected to be sourced from the United States and were for shipment between January and March 2020.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3700 to 3750 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4420 and 4450 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-19	+32	3770	3804	3757	3796	24630	2,810	66630	-4030
Dec-19	+21	3807	3832	3790	3820	19400	2,250	83680	3400
Jan-20	+20	3842	3868	3830	3853	5920	890	27640	3040
Mustard Future Prices									
Nov-19	+19	4281	4314	4273	4298	14620	-890	39120	42050
Dec-19	+9	4275	4292	4259	4277	4240	-2,270	21090	23710
Jan-20	+12	4264	4280	4260	4280	80	80	200	1210
Soybean Basis – 204					Mustard Basis-122				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	204				Oct-19	122			
Nov-19		180			Nov-19		143		
Dec-19			147		Dec-19			140	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	29-Oct-19	29-Oct-19	29-Oct-19	29-Oct-19
Akola	1198	409	1607	1198
Indore	-	-	-	-
Kota	1535	1478	3013	1536
Sagar	-	-	-	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	29-Oct-19	29-Oct-19	29-Oct-19	29-Oct-19
Sri Ganganagar	51	0	51	51
Bharatpur	-	-	-	-
Bikaner	273	0	273	273
Kota	3327	0	3327	3327
Jaipur	121	182	303	121
Alwar	273	0	273	254
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	30-Oct-19		29-Oct-19		
	Low	High	Low	High	
Indore –Plant	3850	4000	3725	3825	175
Indore–Mandi	3600	3900	Closed	Closed	-
Nagpur-Plant	3700	3730	3700	3730	Unch
Nagpur – Mandi	Closed	Closed	Closed	Closed	-
Latur – Mandi	Closed	Closed	Closed	Closed	-
Akola – Mandi	2500	3500	Closed	Closed	-
Kota-Plant	3750	3775	3575	3600	175
Kota – Mandi	3400	3700	Closed	Closed	-
Bundi-Plant	3700	3750	3650	3700	50
Bundi-Mandi	3400	3700	Closed	Closed	-
Baran-Plant	3800	3850	3730	3780	70
Baran-Mandi	3700	3800	Closed	Closed	-
Bhawani Mandi Jhalawar–Plant	3800	3860	3700	3770	90
Jhalwar-Mandi	Closed	Closed	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4415	4420	4415	4420	Unch
Alwar-(Condition)	4200	4300	4200	4300	Unch
Sri Ganganagar-(Non-Condition)	4000	4100	4100	4200	-100
New Delhi–(Condition)	4200	4225	4200	4225	Unch
Kota-(Condition)	3900	4000	Closed	Closed	-
Agra-(Condition)	4333	4405	4310	4381	24
Neewai-(Condition)	4125	4175	4125	4175	Unch
Hapur (UP)-(Condition)	4100	4150	4075	4125	25
Groundnut Seed					
Rajkot	Closed	Closed	Closed	Closed	-
Sunflower Seed					
Gulbarga	NA	NA	Closed	Closed	-
Latur	NA	NA	Closed	Closed	-
Sholapur	3950	4000	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	30-Oct-19	29-Oct-19	
Madhya Pradesh	200000	NA	-
Maharashtra	90000	NA	-
Rajasthan	60000	NA	-
Bundi (Raj)	1500	Closed	-
Baran (Raj)	15000	Closed	-
Jhalawar (Raj)	Closed	Closed	-
Rapeseed/Mustard			
Rajasthan	50000	Closed	-
Alwar	7000	6000	1000
Sri Ganganagar	300	200	100
Kota	700	Closed	-
Groundnut Seed			
Rajkot (Gujarat)	Closed	Closed	-
Sunflower Seed			
Sholapur (Maharashtra)	2000	1500	500

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

Oilseeds	30-Oct-19	29-Oct-19	Change
Groundnut Kernel	5100	5150	-50
Gr. Bolds 60/70	7350	Unq	-
Gr. Javas 60/70	9200	Unq	-
Gr Javas 70/80	8800	Unq	-
Gr.Javas 80/90	8500	Unq	-
KardiSeed 2% Exp Qly	5350	5300	50
Sesame White 98/2/1 FM	10500	10500	Unch
Whitish 95/5/FFA/1FM	10300	10300	Unch
Brown 48/2 FFA/4 FM	10100	9500	600
Brown 48/3 FFA/4 FM	9700	9300	400
Brown 48/4 FM/* No FFA Guarantee	9500	9000	500
Sunflower Seed	4100	4100	Unch
Niger Seed (4% FM)	5500	5500	Unch

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