

Oilseeds Domestic Fundamental

- Firm trends are reported in Oilseed complex today after strong demand of stockiest and traders ahead of less crop expectation of this season. Arrivals of new crops are also higher due to good price hike of soybean of this season. Mustard seed prices increased after strong demand of local crushers and less supplies in the markets. Farmers and traders are holding their mustard stocks in expectation of further more price hike. NCDEX Soybean prices closed on higher side today on good buying activities of speculators however Mustard seed prices declined on profit booking phase.
- NAFED has started to procure soybean Kharif 2019 season in Telangana state of India. As on 29th Oct 2019, it has procured total 260 MT from various trading centers of Telangana farmers. Total 1834.35 MT has been procured so far from 1032 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.
- 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 completed Soybean crop harvesting of this season. In Rajasthan, 90% harvesting has been completed. In Maharashtra, harvesting pace is slow and it has been completed up to 70% 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. India may harvest bumper Sesame seeds approx. 3.97 lakh tons during Kharif ,2019 as compared to 1.77 lakh tonnes in previous year record due to good rise of yield i.e. 298 Kg/Ha higher from 134 Kg/Ha in last year record. 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.
- 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 rose supported by good exports sales report and positive progress of trade deal between China and U.S. As per sources, the president of both countries will sign a "Phase One" trade deal around Mid-November. Private exporters sold total 132,000 tonnes of U.S. soybeans to China on Friday. As per USDA, China may buy total 6.322 million tonnes of U.S. Soybean for the marketing year (Sep.1 to Aug 31). Since Sept. 1, the beginning of the marketing year, 1.64 million tonnes of U.S. soybeans have been exported to China.
- U.S soybean harvest pace is reported lower mainly in North Dakota and Minnesota due to excess rain and an October snowstorm. In Minnesota, farmers have finished 62% soybean crops through Oct.27 lower from with the five-year average of 93%. In North Dakota, farmers have finished only 29% of their soybeans on account of wet conditions that leave the ground too soft to support harvest equipment.
- Farmers in Brazil have completed 34% of Soybean planting area lower against 49% in last year record so far of this season. It is also lower from 36% of five years average planting area due to less rainfall. Planting has improved in Brazil especially in the state of Mato Grosso. However, it is still slow in dried areas like south-central Brazil and the states of Parana, Mato Grosso do Sul, Sao Paulo and surrounding areas. Soybean yields in Brazil could still be OK as long as the planting is not delayed past about mid-November. Rainfall volume is the major factor to estimates actual yield of this season.
- During the week (Oct 18 -24, 2019) US sold 99% higher Soybean at 943,600 MT for 2019/20 marketing compared to previous week however it is down by 39% from the prior 4- week average. Increases primarily for China (481,000 MT, including 68,000 MT switched from unknown destinations and decreases of 7,100 MT), Germany (135,900 MT, switched from the Netherlands), Thailand (95,400 MT, including 65,000 MT switched from unknown destinations and decreases of 400 MT), Japan (90,400 MT, including 90,700 MT switched from unknown destinations and decreases of 2,100 MT), and Spain (87,500 MT, including 83,000 MT switched from unknown destinations), were partially offset by reductions for unknown destinations (351,500 MT). Exports of 1,723,300 MT were up 25 percent from the previous week and 63 percent from the prior 4-week average. The destinations were primarily to China (536,000 MT), Mexico (207,500 MT), the Netherlands (141,200 MT), Germany (135,900 MT), and Egypt (105,200 MT).

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3900 to 3950 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4430 and 4460 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-19	+10	3883	3947	3851	3873	44990	6,540	58940	-2160
Dec-19	+8	3908	3975	3880	3900	66540	34,670	96270	8790
Jan-20	+10	3930	4005	3916	3933	14570	2,510	35460	3000
Mustard Future Prices									
Nov-19	-13.00	4306	4339	4272	4293	20810	4,820	34120	42050
Dec-19	-4.00	4280	4328	4262	4275	18550	9,550	20950	23710
Jan-20	20	4301	4311	4260	4280	440	340	610	1210
Soybean Basis – 127					Mustard Basis-147				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	127				Oct-19	147			
Nov-19		100			Nov-19		165		
Dec-19			67		Dec-19			160	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	31-Oct-19	31-Oct-19	31-Oct-19	31-Oct-19
Akola	1577	200	1777	1198
Indore	-	-	-	-
Kota	2234	2258	4492	1536
Sagar	-	-	-	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	31-Oct-19	31-Oct-19	31-Oct-19	31-Oct-19
Sri Ganganagar	51	0	51	51
Bharatpur	-	-	-	-
Bikaner	273	0	273	273
Kota	3327	0	3327	3327
Jaipur	273	30	303	121
Alwar	-	-	-	254
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	2-Nov-19		1-Nov-19		
	Low	High	Low	High	
Indore –Plant	3850	3950	3900	4000	-50
Indore–Mandi	3400	3800	3400	3800	Unch
Nagpur-Plant	3850	3900	3850	3900	Unch
Nagpur – Mandi	3100	3700	3010	3525	175
Latur – Mandi	-	-	3200	3955	-
Akola – Mandi	2950	3700	2300	3550	150
Kota-Plant	3800	3850	3750	3800	50
Kota – Mandi	3650	3800	3600	3750	50
Bundi-Plant	3800	3900	3750	3850	50
Bundi-Mandi	3600	3850	3500	3800	50
Baran-Plant	3950	4000	3850	3900	100
Baran-Mandi	3850	3950	3750	3850	100
Bhawani Mandi Jhalawar–Plant	4000	4050	3900	3950	100
Jhalwar-Mandi	3800	3950	3700	3850	100
Rapeseed/Mustard					
Jaipur-(Condition)	4430	4435	4435	4440	-5
Alwar-(Condition)	4200	4300	4200	4300	Unch
Sri Ganganagar-(Non-Condition)	4050	4150	4050	4150	Unch
New Delhi–(Condition)	4225	4250	4225	4250	Unch
Kota-(Condition)	4000	4100	3950	4050	50
Agra-(Condition)	4357	4429	4333	4405	24
Neewai-(Condition)	4100	4140	4150	4200	-60
Hapur (UP)-(Condition)	4100	4150	4100	4150	Unch
Groundnut Seed					
Rajkot	750	750	780	780	-30
Sunflower Seed					
Gulbarga	-	-	-	-	-
Latur	-	-	-	-	-
Sholapur	3950	4000	3975	4025	-25
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	2-Nov-19	1-Nov-19	
Madhya Pradesh	275000	375000	-100000
Maharashtra	175000	175000	Unch
Rajasthan	75000	75000	Unch
Bundi (Raj)	900	900	Unch
Baran (Raj)	12000	14000	-2000
Jhalawar (Raj)	2000	4000	-2000
Rapeseed/Mustard			
Rajasthan	50000	45000	5000
Alwar	7000	7000	Unch
Sri Ganganagar	300	300	Unch
Kota	300	400	-100
Groundnut Seed			
Rajkot (Gujarat)	3750	3900	-150
Sunflower Seed			
Sholapur (Maharashtra)	1500	2000	-500

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

Oilseeds	2-Nov-19	1-Nov-19	Change
Groundnut Kernel	5125	5125	Unch
Gr. Bolds 60/70	7050	7050	Unch
Gr. Javas 60/70	8900	8900	Unch
Gr Javas 70/80	8500	8500	Unch
Gr.Javas 80/90	8200	8200	Unch
KardiSeed 2% Exp Qly	5350	5350	Unch
Sesame White 98/2/1 FM	10500	10500	Unch
Whitish 95/5/FFA/1FM	10300	10300	Unch
Brown 48/2 FFA/4 FM	10100	10100	Unch
Brown 48/3 FFA/4 FM	9700	9700	Unch
Brown 48/4 FM/* No FFA Guarantee	9500	9500	Unch
Sunflower Seed	4100	4100	Unch
Niger Seed (4% FM)	5500	5500	Unch

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2019 Indian Agribusiness Systems Ltd.