

Oilseeds Domestic Fundamental

- Firm trends are seen at most of trading centers of Soybean after strong demand. Planters and stockiest are much active in MP Soybean market. Stockiest are buying for the purpose to stock in long run in expectation of less crop estimates of this season. Non-seasonal rainfall is making a fear amongst farmers and traders further to more damages of crops in India. RM seed in physical market declined today amid heavy supplies as farmers and traders are releasing their crops at current market prices. NCDEX Soybean and Mustard prices closed on higher side today on good buying activities of speculators.
- As per sources, Unseasonal rainfall is damaging the Kharif soybean crops mainly in Maharashtra. The quality of groundnut crops and soybean is damaging due to excess rain both during growth time and in harvest time. In Madhya Pradesh, it has been reported that kharif crops have been damaged on about 60 lakh hectares. Similarly, in Maharashtra, standing crops have been damaged on over 13 lakh hectares. In Karnataka, crops have been affected on over 9 lakh hectares. As per IMD, rainfall triggered under the influence of Cyclone Maha, continues in parts of Central and Western India. Post-monsoon rains till date have been 232 per cent in excess in Gujarat, while Maharashtra and Rajasthan have received a surplus of 143 per cent and 119 per cent, respectively. In Karnataka, the post-monsoon rains have been 103 per cent more and in Telangana, 70 per cent. Across the country as a whole, the South-West Monsoon was 10 per cent more than normal.
- NAFED has started to procure soybean Kharif 2019 season in Telangana state of India. As on 31st Oct 2019, it has procured total 179 MT from various trading centers of Telangana farmers. Total 1994.30 MT has been procured so far from 1097 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 non-seasonal 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.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4010 to 4100 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4350 and 4400 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-19	+154	3885	4028	3885	4028	63460	18,470	37680	-21260
Dec-19	+156	3909	4059	3908	4059	91940	25,400	90220	-6050
Jan-20	+153	3948	4096	3948	4092	19630	5,060	41960	6500
Mustard Future Prices									
Nov-19	+8	4307	4327	4273	4302	19930	-880	28990	42050
Dec-19	+39	4288	4339	4268	4320	28200	9,650	21180	23710
Jan-20	+47	4283	4330	4270	4324	400	-40	820	1210
Soybean Basis – -3					Mustard Basis-118				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	-3				Oct-19	118			
Nov-19		-34			Nov-19		100		
Dec-19			-67		Dec-19			96	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	2-Nov-19	2-Nov-19	2-Nov-19	2-Nov-19
Akola	1607	280	1887	1198
Indore	2903	100	3003	
Kota	150	0	150	1536
Sagar	-	-	-	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	2-Nov-19	2-Nov-19	2-Nov-19	2-Nov-19
Sri Ganganagar	51	0	51	51
Bharatpur	-	-	-	-
Bikaner	273	0	273	273
Kota	3327	815	4102	3327
Jaipur	303	0	303	121
Alwar	0	119	119	254
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	4-Nov-19		2-Nov-19		
	Low	High	Low	High	
Indore –Plant	3925	4025	3850	3950	75
Indore–Mandi	3500	3900	3400	3800	100
Nagpur-Plant	3850	3875	3850	3900	-25
Nagpur – Mandi	3010	3660	3100	3700	-40
Latur – Mandi	NA	NA	2955	3925	-
Akola – Mandi	2900	3650	2950	3700	-50
Kota-Plant	4000	4050	3800	3850	200
Kota – Mandi	3850	4000	3650	3800	200
Bundi-Plant	4000	4100	3800	3900	200
Bundi-Mandi	3800	4050	3600	3850	200
Baran-Plant	4050	4100	3950	4000	100
Baran-Mandi	3950	4050	3850	3950	100
Bhawani Mandi Jhalawar–Plant	4100	4150	4000	4050	100
Jhalwar-Mandi	3900	4050	3800	3950	100
Rapeseed/Mustard					
Jaipur-(Condition)	4415	4420	4430	4435	-15
Alwar-(Condition)	4150	4250	4200	4300	-50
Sri Ganganagar-(Non-Condition)	4000	4100	4050	4150	-50
New Delhi–(Condition)	4175	4200	4225	4250	-50
Kota-(Condition)	3950	4050	4000	4100	-50
Agra-(Condition)	4357	4429	4357	4429	Unch
Neewai-(Condition)	4100	4140	4100	4140	Unch
Hapur (UP)-(Condition)	4100	4150	4100	4150	Unch
Groundnut Seed					
Rajkot	750	917	750	932	-15
Sunflower Seed					
Gulbarga	3000	3500	2750	3450	50
Latur	NA	NA	NA	NA	-
Sholapur	4000	4050	3950	4000	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	4-Nov-19	2-Nov-19	
Madhya Pradesh	300000	275000	25000
Maharashtra	175000	175000	Unch
Rajasthan	70000	75000	-5000
Bundi (Raj)	1400	900	500
Baran (Raj)	9000	12000	-3000
Jhalawar (Raj)	5000	2000	3000
Rapeseed/Mustard			
Rajasthan	70000	50000	20000
Alwar	8000	7000	1000
Sri Ganganagar	400	300	100
Kota	1000	300	700
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	1500	1500	Unch

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

Oilseeds	4-Nov-19	2-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

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