

Oilseeds Domestic Fundamental

- Steady to weak trend are seen in Oilseed complex today amid heavy pace of arrivals.
- As on 8th & 9th Nov.2019, Nafed has procured total 491 MT of Soybean from various trading centers of Telangana farmers. Total 3832 MT has been procured so far from 2232 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.
- Crop harvesting is almost completed. Continuous heavy rainfall received during monsoon season has severely damaged the crop in Rajasthan and Madhya Pradesh. Incidence of sucking pest and yellow mosaic virus has been observed in the field. Overall crop condition is below normal and yield is expected to be below normal. As per traders, total 20 to 25% soybeans are damaged in MP state majorly in the districts of Ratlam, Mandsaur and Neemuch. Madhya Pradesh received 38% more rainfall than the average since the start of four-month long monsoon season on June 1. Traders expect Soybean production in India at 85 lakh tonnes for 2019/20 due to heavy crop loss in MP& Rajasthan.
- As per sources, total 10,713.40 hectares of soybean area has been damaged in Nagpur region on account of heavy rainfall in October month. At many places, farmers had harvested soybean crop and had spread the same in the open for drying up. However, untimely rains soaked the harvested crop and the soybean has started rotting. The soybean still in the field has developed sprouts. Excess rainfall has damaged total 54.22 lakh hectares in Maharashtra. Soybean crops have damaged widely in Madhya Pradesh and Maharashtra. 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 SOPA recent released data, Soybean arrivals is registered at 12 lakh tonnes in October month lower from 21 lakh tonnes in last year in same month and also lower of 4 years record due to less supplies. India has shipped total 0.20 lakh tonnes in Oct month less than 0.24 lakh tonnes in last year. Planters, Traders and Farmers held 75.64 lakh tonnes of Soybean stocks so far of this season. India has Crushed total 6.50 lakh tonnes in Oct 2019 lower from 9.50 lakh tonnes in previous year during the same month. India may produce total 89.84 lakh tonnes in 2019/20 season. SOPA expects carry over stock from last year at 1.70 lakh tonnes and 1.54 lakh tonnes for carry forward in next year. Imports of India is likely to stand at 3 lakh tonnes. Retained for sowing will be at 12 lakh tonnes while direct consumption is estimated at 2 lakh tonnes. Exports for 2019/20 may record at 1.50 lakh tonnes and crushing is estimated at 77.50 lakh tonnes.

Oilseeds International Fundamentals

- CBOT Soybean future prices showed today steady trend. China has offered some of tariff waiver to U.S. soybean buyers.
- As per custom report, China has imported 10.7% lower to 6.18 million tonnes in October 2019 compared to 6.92 million tonnes in previous year. It is also lower by 24.6% from 8.2 million tonnes in September 2019. For the first nine months of the year, China bought 70.69 million tonnes of soybeans, down 8.1% from 76.93 million tonnes in the same period last year.
- As per Abiove, Brazil is likely to produce total 122.8 million tons in 2020 higher from 117.8 million tonnes in 2019. The country may export total 75 million tonnes lower from 83.26 million tonnes in 2019. Soy processing is forecast at 44 million tonnes higher against 42.9 million tonnes in 2019. Soy crushing may increase in 2020 due to higher biodiesel mix in diesel. However, soy planting area is still lagging behind last year record.
- As per USDA recent released report, U.S. Soybean production for 2019/20 is forecasted slightly lower to 96.61 million tons in November compared to last month record i.e.96.62 million tons. Exports of U.S is unchanged at 48.30 million tonnes in this month. While, U.S crushing reports stood 57.25 million tonnes lower against 57.69 million tonnes in Oct month. Ending stocks of the country is expected 12.92 million tonnes higher from 12.52 in last month.
- As per WASDE report, world oilseed production for 2019/20 is projected at 571.30 million tons in Nov month, down 3.55 million tons from October due to mostly to lower soybean and cottonseed production. Soybean production is projected at 336.6 million tons, down by 2.4 million tons to a 4-year low, mainly reflecting lower production for the United States. Oilseeds crushing estimates is also down by 3.6 million to 494.7 million tons. Ending stocks are increased marginally from the October forecast mainly due to higher soybean stocks in Brazil and the United States partially offset by a 1.1-million-ton reduction in Argentina. Protein meal production is down 2.6 million tons from last month to 337.8 million tons primarily on lower soybean meal production in India. Vegetable oil production declines 1.0 million tons from October mostly due to lower production of soybean, rapeseed, and palm oil. Oil stocks are lowered 570,000 to 19.1 million tons, the lowest in 5 years.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3920 to 3990 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4400 and 4450 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-19	-3	3981	4019	3938	3996	5990	720	21230	-2340
Dec-19	+3	3998	4012	3924	3975	71820	4,610	113490	7760
Jan-20	-1	3976	4035	3951	3999	17620	4,010	62660	4320
Mustard Future Prices									
Nov-19	+17.00	4249	4249	4208	4242	6560	-7,930	7410	42050
Dec-19	+10.00	4268	4297	4239	4266	16000	-7,920	36990	23710
Jan-20	+11.00	4290	4290	4255	4280	380	-30	1650	1210
Soybean Basis – (-21)					Mustard Basis-183				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	-21				Oct-19	183			
Nov-19		0			Nov-19		159		
Dec-19			-24		Dec-19			145	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	12-Nov-19	12-Nov-19	12-Nov-19	12-Nov-19
Akola	2377	1498	3875	2376
Indore	-	-	-	-
Kota	3062	209	3271	3063
Sagar	150	0	150	150
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	12-Nov-19	12-Nov-19	12-Nov-19	12-Nov-19
Sri Ganganagar	51	0	51	51
Bharatpur	-	-	-	-
Bikaner	273	0	273	-
Kota	6749	329	7078	6749
Jaipur	382	1013	1395	382
Alwar	309	419	728	309
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	13-Nov-19		12-Nov-19		
	Low	High	Low	High	
Indore –Plant	3875	3975	4000	4050	-75
Indore–Mandi	3500	3900	Closed	Closed	-
Nagpur-Plant	3800	3875	3800	3850	25
Nagpur – Mandi	3300	3800	3160	3860	-60
Latur – Mandi	3130	3800	3100	3885	-85
Akola – Mandi	2995	3800	3100	3800	Unch
Kota-Plant	3900	3925	3975	4050	-125
Kota – Mandi	3500	3900	Closed	Closed	-
Bundi-Plant	3950	4000	3950	4000	Unch
Bundi-Mandi	3600	3950	Closed	Closed	-
Baran-Plant	3850	3900	4000	4050	-150
Baran-Mandi	3800	3850	Closed	Closed	-
Bhawani Mandi Jhalawar–Plant	3950	4000	4050	4100	-100
Jhalwar-Mandi	3700	3950	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4420	4425	4420	4425	Unch
Alwar-(Condition)	4200	4225	4200	4300	-75
Sri Ganganagar-(Non-Condition)	4000	4060	4070	4120	-60
New Delhi–(Condition)	4125	4150	4125	4150	Unch
Kota-(Condition)	3950	4000	Closed	Closed	-
Agra-(Condition)	4381	4429	4381	4429	Unch
Neewai-(Condition)	4100	4140	3970	4120	20
Hapur (UP)-(Condition)	4125	4150	4125	4150	Unch
Groundnut Seed					
Rajkot	NA	NA	725	891	-
Sunflower Seed					
Gulbarga	3150	3650	Closed	Closed	-
Latur	NA	NA	Closed	Closed	-
Sholapur	3975	4000	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	13-Nov-19	12-Nov-19	
Madhya Pradesh	415000	NA	-
Maharashtra	275000	NA	-
Rajasthan	75000	NA	-
Bundi (Raj)	650	Closed	-
Baran (Raj)	15000	Closed	-
Jhalawar (Raj)	12000	Closed	-
Rapeseed/Mustard			
Rajasthan	60000	NA	-
Alwar	5000	5000	Unch
Sri Ganganagar	250	400	-150
Kota	1500	Closed	-
Groundnut Seed			
Rajkot (Gujarat)	NA	4500	-
Sunflower Seed			
Sholapur (Maharashtra)	1500	Closed	-

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

Oilseeds	13-Nov-19	12-Nov-19	Change
Groundnut Kernel	5075	5075	Unch
Gr. Bolds 60/70	6650	6650	Unch
Gr. Javas 60/70	8500	8500	Unch
Gr Javas 70/80	8100	8100	Unch
Gr.Javas 80/90	7800	7800	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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