

Oilseeds Domestic Fundamental

- Mixed trends are featured in Oilseeds complex today amid mixed sentiments in the market. Arrivals are lower in Soybean complex as farmers have started to holding their stocks in expectation of more price hike in future. NXDEX Soybean future prices declined amid heavy selling pressures in the market.
- As on 14th Nov.2019, Nafed has procured total 581 MT of Soybean from various trading centers of Telangana farmers. Total 4515 MT has been procured so far from 2607 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.

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 Agroconsult, Brazil is likely to ship lower soybean to China at 53 million tonne in 2019/20 against 60 million tonnes in the 2018-19 season in the case of a trade deal between the Asian country and the United States. It expects Brazilian exports to China to fall less if a trade deal is not reached, projecting soybean exports at 57 million tonnes, since the Asian nation is posed to reduce soybean buying overall due to smaller local demand for soymeal after the African swine fever (ASF) crisis. However, U.S may ship more soybean at 20 million tonnes to China in 2019-20 even if a trade deal is not reached compared to 14 million tonnes exported in 2018-19.
- As per USDA, Farmers in U.S. have completed total 85% of their soybean harvesting which is lagging from 87% in last year record during the same period of time and 92% of the five-year harvest averages record. However, it is higher from 75% in last week due to supportive weather condition.
- 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 3900 to 3950 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4430 and 4480 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-19	-57	3990	3997	3950	3955	19390	13,400	11600	-9630
Dec-19	-15	3978	3995	3945	3978	56000	-15,820	116360	2870
Jan-20	-15	4007	4027	3975	4003	17970	350	67560	4900
Mustard Future Prices									
Nov-19	+17	4232	4268	4226	4258	6700	140	3510	42050
Dec-19	+21	4258	4291	4250	4286	17070	1,070	37510	23710
Jan-20	+21	4265	4296	4265	4295	1270	890	2260	1210
Soybean Basis – (20)					Mustard Basis-182				
Spread					Spread				
	Oct-19	Nov-19	Dec-19			Oct-19	Nov-19	Dec-19	
Oct-19	20				Oct-19	182			
Nov-19		-3			Nov-19		154		
Dec-19			-28		Dec-19			145	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	13-Nov-19	13-Nov-19	13-Nov-19	13-Nov-19
Akola	3276	1327	4603	2376
Indore	-	-	-	-
Kota	3192	80	3272	3063
Sagar	150	0	150	150
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	13-Nov-19	13-Nov-19	13-Nov-19	13-Nov-19
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	273	0	273	-
Kota	6749	688	7437	6749
Jaipur	1002	521	1523	382
Alwar	718	10	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	3875	3975	Unch
Indore–Mandi	3500	3950	3500	3900	50
Nagpur-Plant	3800	3850	3800	3875	-25
Nagpur – Mandi	3300	3825	3300	3800	25
Latur – Mandi	3100	3730	3130	3800	-70
Akola – Mandi	2900	3750	2995	3800	-50
Kota-Plant	3900	3950	3900	3925	25
Kota – Mandi	3500	3850	3500	3900	-50
Bundi-Plant	4000	4025	3950	4000	25
Bundi-Mandi	3700	4000	3600	3950	50
Baran-Plant	3900	3950	3850	3900	50
Baran-Mandi	3800	3900	3800	3850	50
Bhawani Mandi Jhalawar–Plant	4000	4050	3950	4000	50
Jhalwar-Mandi	3800	4000	3700	3950	50
Rapeseed/Mustard					
Jaipur-(Condition)	4435	4440	4420	4425	15
Alwar-(Condition)	4250	4300	4200	4225	75
Sri Ganganagar-(Non-Condition)	4000	4100	4000	4060	40
New Delhi–(Condition)	4150	4170	4125	4150	20
Kota-(Condition)	3900	3950	3950	4000	-50
Agra-(Condition)	4381	4429	4381	4429	Unch
Neewai-(Condition)	4150	4200	4100	4140	60
Hapur (UP)-(Condition)	4100	4150	4125	4150	Unch
Groundnut Seed					
Rajkot	750	880	780	915	-35
Sunflower Seed					
Gulbarga	3150	3650	3150	3650	Unch
Latur	NA	NA	NA	NA	-
Sholapur	3950	4000	3975	4000	Unch
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	14-Nov-19	13-Nov-19	
Madhya Pradesh	400000	415000	-15000
Maharashtra	275000	275000	Unch
Rajasthan	65000	75000	-10000
Bundi (Raj)	650	650	Unch
Baran (Raj)	15000	15000	Unch
Jhalawar (Raj)	13000	12000	1000
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	5000	5000	Unch
Sri Ganganagar	200	250	-50
Kota	1200	1500	-300
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	1500	1500	Unch

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

Oilseeds	14-Nov-19	13-Nov-19	Change
Groundnut Kernel	5050	5075	-25
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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