

Oilseeds Domestic Fundamental

- Mixed trends are extended in Oilseeds complex today ahead of mixed sentiments in the market. Regular planters and stockiest are equally buying stocks in mandis of MP states. NCDEX Soybean Nov. Contract rose after buyers' interest at last trading hours while Mustard seed prices declined on heavy selling.
- 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 declined due to uncertainty to settle trade war between China and U.S.
- 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	+5.00	3980	3998	3950	3960	1550	-17,840	11320	-280
Dec-19	-10.00	3973	4003	3958	3970	49930	-6,070	112990	-3370
Jan-20	-10.00	4000	4028	3975	3997	20850	2,880	75200	7640
Mustard Future Prices									
Nov-19	-14.00	4232	4268	4226	4258	1330	-5,370	2550	42050
Dec-19	-17.00	4258	4291	4250	4286	12690	-4,380	37500	23710
Jan-20	-14.00	4265	4296	4265	4295	1110	-160	2530	1210
Soybean Basis – 40					Mustard Basis-197				
Spread					Spread				
	Nov-19	Dec-19	Jan-19			Nov-19	Dec-19	Jan-19	
Nov-19	40				Nov-19	197			
Dec-19		30			Dec-19		169		
Jan-19			3		Jan-19			160	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Nov-19	14-Nov-19	14-Nov-19	14-Nov-19
Akola	3487	1924	5411	2376
Indore	-	-	-	-
Kota	3192	130	3322	3063
Sagar	150	90	240	150
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Nov-19	14-Nov-19	14-Nov-19	14-Nov-19
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	273	0	273	-
Kota	7437	388	7825	6749
Jaipur	1002	770	1772	382
Alwar	718	0	718	309
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	15-Nov-19		14-Nov-19		
	Low	High	Low	High	
Indore –Plant	3925	4000	3875	3975	25
Indore–Mandi	3500	3900	3500	3950	-50
Nagpur-Plant	3790	3830	3800	3850	-20
Nagpur – Mandi	3000	3735	3300	3825	-90
Latur – Mandi	3050	3750	3100	3730	20
Akola – Mandi	2800	3735	2900	3750	-15
Kota-Plant	3950	4000	3900	3950	50
Kota – Mandi	3800	3900	3500	3850	50
Bundi-Plant	3950	4000	4000	4025	-25
Bundi-Mandi	3600	3900	3700	4000	-100
Baran-Plant	3800	3900	3900	3950	-50
Baran-Mandi	3600	3900	3800	3900	Unch
Bhawani Mandi Jhalawar–Plant	4000	4050	4000	4050	Unch
Jhalwar-Mandi	3700	4030	3800	4000	30
Rapeseed/Mustard					
Jaipur-(Condition)	4450	4455	4435	4440	15
Alwar-(Condition)	4250	4300	4250	4300	Unch
Sri Ganganagar-(Non-Condition)	4050	4080	4000	4100	-20
New Delhi–(Condition)	4150	4170	4150	4170	Unch
Kota-(Condition)	3950	4000	3900	3950	50
Agra-(Condition)	4310	4429	4381	4429	Unch
Neewai-(Condition)	4100	4160	4150	4200	-40
Hapur (UP)-(Condition)	4150	4175	4100	4150	25
Groundnut Seed					
Rajkot	750	880	750	880	Unch
Sunflower Seed					
Gulbarga	2700	3700	3150	3725	-25
Latur	NA	NA	NA	NA	-
Sholapur	3950	4000	3950	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	15-Nov-19	14-Nov-19	
Madhya Pradesh	300000	400000	-100000
Maharashtra	275000	275000	Unch
Rajasthan	75000	65000	10000
Bundi (Raj)	1600	650	950
Baran (Raj)	15000	15000	Unch
Jhalawar (Raj)	12000	13000	-1000
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	5000	5000	Unch
Sri Ganganagar	250	200	50
Kota	800	1200	-400
Groundnut Seed			
Rajkot (Gujarat)	NA	NA	-
Sunflower Seed			
Sholapur (Maharashtra)	1200	1500	-300

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

Oilseeds	15-Nov-19	14-Nov-19	Change
Groundnut Kernel	5050	5050	Unch
Gr. Bolds 60/70	6700	6650	50
Gr. Javas 60/70	8550	8500	50
Gr Javas 70/80	8150	8100	50
Gr.Javas 80/90	7850	7800	50
KardiSeed 2% Exp Qly	5400	5350	50
Sesame White 98/2/1 FM	10700	10500	200
Whitish 95/5/FFA/1FM	10500	10300	200
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)	5300	5500	-200

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