

Oilseeds Domestic Fundamental

Mixed trends are depicted in Soybean complex today despite weak supplies. Mustard prices are traded in steady to firm zone on firm demand ahead of less availability.

In MP, exports of soybean derivatives have been declined in this year followed by lower crop availabilities and reporting a fall of 250 containers per month. Normally, exports pick up higher side during harvesting period of time and reports around 400 to 500 containers per month. However, less crop availabilities of this season have declined exports volume of soybean derivatives up to 200 containers. MP is one of the biggest soybean producers in the country and likely to produce 4.13 million tons of soybean in 2019-20 lower by 31.19% from 5.79 million tonnes in previous year record due to excess rainfall.

As on 19th Nov.2019, Nafed has procured total 795 MT of Soybean from various trading centers in India including 545 MT in Telangana, 250 MT in Maharashtra VCFM and 250 MT in MahaFPC. Total 6564.13 MT has been procured so far from 3877 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.

Rabi crop sowing has been started now in India. As per recent released data of Ministry, the total area under Oilseeds is reported lower by 1.2 lakh hac. to 46.12 lakh hectares as on 15th Nov. 2019 against 47.36 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 43.09 lakh hectares lower by 0.9 lakh hac. against 44.02 lakh hectares in last year. Total covering area of groundnut stood at 1.40 lakh hectares higher against 1.20 lakh hectares in last year. Safflower has been planted on 0.13 lakh hectares slightly higher against 0.14 lakh hectares in last year. Sunflower has been planted on 0.50 lakh hectares lower against 0.57 lakh hectares last year. Sesame has been planted on 0.18 lakh hectares higher against 0.1 lakh hectares last year. Linseed has been planted on 0.71 lakh ha against 1.25 lakh ha last year.

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 today due to uncertainty on trade deal between U.S. and China. Forecasts for improving crop weather in South America added to bearish sentiment in soybeans and soymeal.

As per sources, Farmers in Brazil have planted total 70.9% of soybean area as on 15th Nov. 2019 of this season which is higher by 13% against previous week supported by good rainfall. However, it is lower by 12% from previous year record during the same period of time and 2% from the five-year average record. As per USDA, the soybean planted area is likely to increase by 2% to 37 million hectares for 2019-20 against last year record and soybean production is forecast higher by 5% to 123 million T in normal weather condition as compared to last year.

As per USDA, U.S. has harvested total 91% of soybean at this weekend on 17th Nov 2019 higher from last week record i.e. 85% and similar to last year record however it is remained lower from five-year average record i.e. 95%.

As per NOPA recent data, NOPA members have crushed total 175.39 million bushels of Soybeans in October 2019 which is higher than 152.56 million bushels in September 2019 on account of harvesting period of time. It is also higher from 172.34 million bushels in October 2018. However, crushing margin is lower because of higher soybean prices in U.S. Crushers have faced less competition for beans from exporters. Soybean oil stocks declined to 1.423 billion pounds at the end of October against 1.442 billion pounds in last month and 1.503 billion pounds at the end of October 2018. Soymeal exports has been reported higher in October 2019 at 894,817 tons from 844,584 tons in September 2019 and 967,174 tons exported in October 2018.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 3850 to 3950 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4500 and 4550 per quintal ahead of a day.



Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-19	+31.00	3973	4022	3966	4012	44020	-590	96760	-2560
Jan-20	+19.00	3985	4032	3980	4019	28290	-230	109410	9340
Feb-20	+11.00	4010	4050	4006	4035	8910	1,140	50830	5510
Mustard Future Prices									
Dec-19	+50.00	4295	4360	4291	4346	16860	-8,950	32920	-28570
Jan-20	+60.00	4286	4353	4285	4345	4930	-15,860	3190	-58050
Feb-20	+50.00	4295	4360	4291	4346	16860	-8,950	32920	-28570
Soybean Basis – 12					Mustard Basis-156				
Spread					Spread				
	Dec-19	Jan-20	Feb-20			Dec-19	Jan-20	Feb-20	
Dec-19	-12				Dec-19	144			
Jan-20		-19			Jan-20		145		
Feb-20			-35		Feb-20			484	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	22-Nov-19	22-Nov-19	22-Nov-19	22-Nov-19
Akola	7743	1688	9431	4634
Indore	0	269	269	3332
Kota	2912	419	3331	420
Sagar	627	0	627	-
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	22-Nov-19	22-Nov-19	22-Nov-19	22-Nov-19
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	8394	20	8414	8204
Jaipur	1832	70	1902	1762
Alwar	2623	0	2623	1978
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	23-Nov-19		22-Nov19		
	Low	High	Low	High	
Indore –Plant	3900	4000	3900	4000	Unch
Indore–Mandi	3600	3940	3600	3950	-10
Nagpur-Plant	3800	3900	3800	3900	Unch
Nagpur – Mandi	3200	3780	3300	3800	-20
Latur – Mandi	3150	3825	3100	3850	-25
Akola – Mandi	2850	3750	2800	3800	-50
Kota-Plant	4000	4050	3875	3950	100
Kota – Mandi	3600	4000	3500	3900	100
Bundi-Plant	3950	4000	3900	3950	50
Bundi-Mandi	3500	3950	3600	3925	25
Baran-Plant	4000	4050	3950	3975	75
Baran-Mandi	3700	4040	3800	3940	100
Bhawani Mandi Jhalawar–Plant	4050	4080	4000	4050	30
Jhalwar-Mandi	3600	4025	3500	3950	75
Rapeseed/Mustard					
Jaipur-(Condition)	4520	4525	4485	4490	35
Alwar-(Condition)	4250	4300	4250	4300	Unch
Sri Ganganagar-(Non-Condition)	3950	4000	3900	3950	50
New Delhi–(Condition)	4250	4270	4230	4250	20
Kota-(Condition)	3950	4000	4000	4050	-50
Agra-(Condition)	4429	4476	4381	4452	24
Neewai-(Condition)	4200	4230	4150	4200	30
Hapur (UP)-(Condition)	4150	4200	4150	4175	25
Groundnut Seed					
Rajkot	750	750	750	750	Unch
Sunflower Seed					
Gulbarga	3205	3705	3200	3700	5
Latur	NA	NA	NA	NA	-
Sholapur	4050	4100	4050	4100	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	23-Nov-19	22-Nov-19	
Madhya Pradesh	250000	310000	-60000
Maharashtra	250000	250000	Unch
Rajasthan	50000	55000	-5000
Bundi (Raj)	650	700	-50
Baran (Raj)	5000	7000	-2000
Jhalawar (Raj)	4700	4500	200
Rapeseed/Mustard			
Rajasthan	50000	60000	-10000
Alwar	5000	5000	Unch
Sri Ganganagar	200	200	Unch
Kota	500	500	Unch
Groundnut Seed			
Rajkot (Gujarat)	3750	3750	Unch
Sunflower Seed			
Sholapur (Maharashtra)	1200	1500	-300

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

Oilseeds	23-Nov-19	22-Nov-19	Change
Groundnut Kernel	5100	5100	Unch
Gr. Bolds 60/70	6950	6950	Unch
Gr. Javas 60/70	8700	8700	Unch
Gr Javas 70/80	8350	8350	Unch
Gr.Javas 80/90	8000	8000	Unch
KardiSeed 2% Exp Qly	5400	5400	Unch
Sesame White 98/2/1 FM	10700	10700	Unch
Whitish 95/5/FFA/1FM	10500	10500	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)	5300	5300	Unch

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