
Oilseeds Domestic Fundamental

Soybean complex depicts firm tone after good buying activities of millers against less supplies today. ITC, Cargil and other big companies are buying soybean for the purpose of stock. Mustard seed prices eased today amid profit booking phase of the market. NCDEX Soybean and Mustard seed Dec. contract rose amid buying activities. Traders expect remain bullish trend in soybean complex until the arrivals of the new oilseed crops of mustard in March 2020 which may affect overall edible oil segment and ease prices.

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 3.14 lakh hac. to 65.05 lakh hectares as on 6th Dec. 2019 against 66.10 lakh hectares in the previous year in the corresponding period of time. There is a drop-in sowing of Mustard seed to 59.12 lakh hectares lower by 1.1 lakh hac. against 60.24 lakh hectares in last year. Total covering area of groundnut stood at 2.43 lakh hectares slightly higher against 2.15 lakh hectares in last year. Safflower has been planted on 0.31 lakh hectares lower against 0.29 lakh hectares in last year. Sunflower has been planted on 0.65 lakh hectares lower against 0.86 lakh hectares last year. Sesame has been planted on 0.27 lakh hectares higher against 0.26 lakh hectares last year. Linseed has been planted on 2.07 lakh ha lower against 2.12 lakh ha last year.

As per Skymet, India may get lower Soybean crop of this season and expect total 12.15 million tonnes lower by 12% against last year record on account of heavy rains during post monsoon season. Rainfall have damaged the soybean crop mainly in MP state when the crop was at flowering to pod formation. The poor pod formation could not produce good quality of seeds. Yield suffered around 50 to 70% crop loss in Indore, Ujjain, Neemuch, Mandsaur, Jhabua, which are major districts of MP. Few of districts like Sehore, Dewas, Ashok Nagar, Guna, Dhar, Vidisha and Rajgarh have suffered yield losses to the tune of 30-50 per cent. While other districts have suffered around 10 to 20 % yield damage. Maharashtra has also suffered major Soybean crop loss due to heavy rainfall.

Oilseeds International Fundamentals

CBOT Soybean future prices traded in firm tone after positive sign about trade deal with China and U.S. However, higher Soybean crop prospectus in Brazil and Argentina may curb any major hike in CBOT prices.

As per sources, China has bought total 8.28 million tonnes of U.S. soybean in November 2019 which is significantly higher by 54% against last year record i.e. 5.38 million tonnes. The export volume is also higher by 34% from October month record i.e. 6.18 million tonnes. Soybean demand of China was lower due to outbreak of African swine fever and trade war with U.S.

As per source, Argentina may increase soybean acreage by 100,000 hectares in expectation of shift of corn area to soybeans. Farmers are expecting a rise of export taxes of corn after new elected administration in power on December 10th 2019. So far, farmers have finished 1.7% lower soybean planted area to 39% as compared to previous year. However, it is higher by 7.7% from last week record. In southern Argentina 15-30% area have been planted so far while, soybean planting has not yet started in far northern Argentina.

As per sources, European Union bought total 5.7 million tonnes of Soybean till Dec 1,2019 (season started on July 1) which is 1% higher than the volume as shipped on November, 25 in previous year. EU soymeal imports had reached higher by 15% to 8.1 million tonnes, the year-earlier period, while palm oil imports stood 20% lower to 2.2 million tonnes.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4135 to 4200 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4600 and 4625 per quintal ahead of a day.

Soybean Future Pice									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-19	0.14	4172	4188	4122	4152	18835	2,600	27140	-22845
Jan-20	0.19	4198	4228	4158	4192	56015	24,590	170610	15835
Feb-20	0.52	4232	4250	4188	4230	10765	3,720	101460	9295
Mustard Future Prices									
Dec-19	+0.25	4427	4433	4402	4423	12490	4,570	13880	-8410
Jan-20	-0.37	4320	4350	4320	4325	430	-8,710	1630	-7610
Feb-20	+0.71	4355	4390	4355	4390	70	-240	150	-1150
Soybean Basis – (-12)					Mustard Basis-(212)				
Spread					Spread				
	Dec-19	Jan-20	Feb-20			Dec-19	Jan-20	Feb-20	
Dec-19	-12				Dec-19	212			
Jan-20		-52			Jan-20		310		
Feb-20			-90		Feb-20			245	

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	9-Dec-19	9-Dec-19	9-Dec-19	9-Dec-19
Akola	18577	1204	19781	18577
Indore	269	0	269	269
Kota	3607	30	3637	3607
Sagar	2649	150	2799	2649
Nagpur		-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	9-Dec-19	9-Dec-19	9-Dec-19	9-Dec-19
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	-	-	-	-
Kota	8323	0	8323	8323
Jaipur	1460	0	1460	1460
Alwar	2207	0	2207	2711
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
	10-Dec-19		9-Dec-19		
Soybean	Low	High	Low	High	
Indore –Plant	4000	4140	3975	4125	15
Indore–Mandi	3950	4100	3900	4050	50
Nagpur-Plant	4150	4200	4150	4200	Unch
Nagpur – Mandi	3510	4010	3510	4010	Unch
Latur – Mandi	NA	NA	3825	4205	-
Akola – Mandi	3000	4050	2850	3875	175
Kota-Plant	4100	4150	4025	4075	75
Kota – Mandi	4000	4065	3950	4020	45
Bundi-Plant	4025	4100	4000	4050	50
Bundi-Mandi	3650	4075	3600	4050	25
Baran-Plant	4100	4150	4050	4100	50
Baran-Mandi	3850	4100	3800	4050	50
Bhawani Mandi Jhalawar–Plant	4125	4175	4100	4150	25
Jhalwar-Mandi	3750	4150	3700	4100	50
Rapeseed/Mustard					
Jaipur-(Condition)	4630	4635	4645	4650	-15
Alwar-(Condition)	4350	4400	4350	4400	Unch
Sri Ganganagar-(Non-Condition)	4150	4250	4100	4285	-35
New Delhi–(Condition)	4390	4400	4390	4400	Unch
Kota-(Condition)	4125	4175	4150	4200	-25
Agra-(Condition)	4548	4571	4429	4452	119
Neewai-(Condition)	4315	4340	4315	4340	Unch
Hapur (UP)-(Condition)	4285	4300	4345	4365	-65
Groundnut Seed					
Rajkot	775	775	760	760	15
Sunflower Seed					
Gulbarga	NA	NA	3606	4002	-
Latur	NA	NA	NA	NA	-
Sholapur	4200	4250	4250	4300	-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
	10-Dec-19	9-Dec-19	
Soybean			
Madhya Pradesh	230000	250000	-20000
Maharashtra	200000	200000	Unch
Rajasthan	50000	45000	5000
Bundi (Raj)	200	200	Unch
Baran (Raj)	1500	2000	-500
Jhalawar (Raj)	1000	2000	-1000
Rapeseed/Mustard			
Rajasthan	65000	65000	Unch
Alwar	5000	5000	Unch
Sri Ganganagar	250	900	-650
Kota	800	700	100
Groundnut Seed			
Rajkot (Gujarat)	3875	3800	75
Sunflower Seed			
Sholapur (Maharashtra)	1000	1000	Unch

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

Oilseeds	10-Dec-19	9-Dec-19	Change
Groundnut Kernel	5250	5200	50
Gr. Bolds 60/70	6250	6250	Unch
Gr. Javas 60/70	8000	8000	Unch
Gr Javas 70/80	7650	7650	Unch
Gr.Javas 80/90	7300	7300	Unch
KardiSeed 2% Exp Qly	5300	5300	Unch
Sesame White 98/2/1 FM	10700	10700	Unch
Whitish 95/5/FFA/1FM	10500	10500	Unch
Brown 48/2 FFA/4 FM	10400	10400	Unch
Brown 48/3 FFA/4 FM	10000	10000	Unch
Brown 48/4 FM/* No FFA Guarantee	9500	9500	Unch
Sunflower Seed	4025	4025	Unch
Niger Seed (4% FM)	5200	5200	Unch

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