

**Oilseeds Domestic Fundamental**

Firm tone are witnessed in soybean complex today amid mixed pace of arrivals. Millers are active in buying activities in fear of less stock availabilities. NCDEX Soybean and Mustard Dec. contract closed higher side on buyers' interest. 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. Farmers are expecting soybean prices up to Rs. 5000 per quintal in this season after less crop production estimates. In view of trader, India may import total 2.5 to 3 lakh tonnes of Soybean to fulfill domestic requirements which is higher from previous year record i.e. 2 lakh tonnes.

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 extended its firmness after buying interests and positive sign about trade deal with China and U.S.

As per USDA report, U.S. has sold 54% higher soybean to 1,050,100 MT for 2019/20 against previous week record. However it is lower by 17% from the prior 4-week average. Increases were primarily for unknown destinations (251,400 MT), (China (241,600 MT, including 66,000 MT switched from unknown destinations and decreases of 1,100 MT), Bangladesh (175,900 MT, including 114,900 MT switched from unknown destinations), Japan (89,500 MT, including 46,000 MT switched from unknown destinations and decreases of 1,600 MT), and Pakistan (70,000 MT). For 2020/2021, total net sales of 125,000 MT were for unknown destinations. Exports of 1,443,200 MT were down 4 percent from the previous week and 13 percent from the prior 4-week average. The destinations were primarily to China (897,500 MT), Bangladesh (170,900 MT), Japan (124,400 MT), Mexico (57,200 MT), and South Korea (48,800 MT).

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.

Outlook: The Indore (Plant Delivery) prices are expected to trade in the range of 4080 to 4200 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4620 and 4680 per quintal ahead of a day.



Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-19	1.59	4156	4236	4148	4228	13390	-2,185	18405	-4550
Jan-20	1.38	4206	4276	4186	4256	59570	15,845	178915	3750
Feb-20	1.28	4228	4300	4218	4280	15115	1,930	107340	2690
Mustard Future Prices									
Dec-19	+1.20	4417	4473	4417	4471	10380	-2,110	14350	470
Feb-20	+1.39	4350	4390	4340	4385	380	-50	2020	390
Apr-20	1.39	4350	4390	4340	4385	380	-	2020	-
Soybean Basis – (-78)					Mustard Basis-(214)				
Spread					Spread				
	Dec-19	Jan-20	Feb-20			Dec-19	Feb-20		
Dec-19	-78				Dec-19	214			
Jan-20		-106			Feb-20		315		
Feb-20			-130						

Soybean Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	11-Dec-19	11-Dec-19	11-Dec-19	11-Dec-19
Akola	18850	1887	20737	18577
Indore	269	0	269	269
Kota	3636	50	3686	3607
Sagar	2799	120	2919	2649
Nagpur		-	-	-

Rapeseed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	11-Dec-19	11-Dec-19	11-Dec-19	11-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
Soybean	12-Dec-19		11-Dec-19		
	Low	High	Low	High	
Indore –Plant	4050	4150	4050	4150	Unch
Indore–Mandi	3800	4100	3800	4100	Unch
Nagpur-Plant	4130	4170	4130	4170	Unch
Nagpur – Mandi	3700	4125	3510	4055	70
Latur – Mandi	3700	4215	NA	NA	-
Akola – Mandi	NA	NA	3000	4000	-
Kota-Plant	4050	4125	4000	4075	50
Kota – Mandi	4000	4100	3900	4000	100
Bundi-Plant	4030	4150	3975	4050	100
Bundi-Mandi	3650	4100	3550	4000	100
Baran-Plant	4100	4150	4000	4050	100
Baran-Mandi	3950	4100	3800	4050	50
Bhawani Mandi Jhalawar–Plant	4150	4200	4075	4100	100
Jhalwar-Mandi	3800	4160	3650	4080	80
Rapeseed/Mustard					
Jaipur-(Condition)	4635	4640	4630	4635	5
Alwar-(Condition)	4400	4450	4350	4400	50
Sri Ganganagar-(Non-Condition)	4150	4250	4150	4250	Unch
New Delhi–(Condition)	4420	4430	4390	4400	30
Kota-(Condition)	4125	4175	4125	4175	Unch
Agra-(Condition)	4548	4571	4548	4571	Unch
Neewai-(Condition)	4245	4270	4315	4340	-70
Hapur (UP)-(Condition)	4260	4275	4285	4300	-25
Groundnut Seed					
Rajkot	780	780	770	770	10
Sunflower Seed					
Gulbarga	3008	3976	3004	4004	-28
Latur	NA	NA	NA	NA	-
Sholapur	4250	4300	4200	4250	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
Soybean	12-Dec-19	11-Dec-19	
Madhya Pradesh	225000	215000	10000
Maharashtra	180000	205000	-25000
Rajasthan	45000	45000	Unch
Bundi (Raj)	200	200	Unch
Baran (Raj)	3000	3000	Unch
Jhalawar (Raj)	2200	2200	Unch
Rapeseed/Mustard			
Rajasthan	60000	60000	Unch
Alwar	5000	3000	2000
Sri Ganganagar	150	150	Unch
Kota	800	800	Unch
Groundnut Seed			
Rajkot (Gujarat)	3900	3850	50
Sunflower Seed			
Sholapur (Maharashtra)	800	1000	-200

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

Oilseeds	12-Dec-19	11-Dec-19	Change
Groundnut Kernel	5250	5250	Unch
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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