

New crop arrivals may crush Soyabean

Soyabean traded lower on weak global cues and slack demand. Amid arrivals of 70,000-75,000 bags, soyabean prices in mandis across Madhya Pradesh on Tuesday ruled at Rs 3,350-3,400 a quintal.

des weak global cues, scattered and selective arrivals of new crop also added to the bearish sentiment. Indore mandis today witnessed arrival of 80 bags of new soyabean and its average price was quoted at Rs 3,000, while 500 bags of new crop were offloaded in nearby Mhow mandi and it fetched Rs 2,600-3,200. As mandis in Madhya Pradesh remained closed on Monday on account of Ganesh Chaturthi, arrival in the State was comparatively low with about 75,000 bags against 1.50 lakh bags last week. With the monsoon almost making an exit from Madhya Pradesh, arrival will gain pace in the coming days and it will further add to the bearish sentiment in soyabean, In futures also, soyabean traded lower on weak buying support and global cues with its October and November contracts on the NCDEX closing at Rs 3,370 (down Rs 105) and Rs 3,377.50 (down Rs 98) respectively. Plant deliveries in soyabean also ruled flat at Rs 3,500-50.

In the domestic market soyameal was at Rs 30,100-30,200 (down Rs 1,000 from last week), while on Kandla port it ruled at Rs 32,000 (down Rs 1,000 from last week). Soya oil also traded lowers at Rs 640-45 (down Rs 20 from last week), while soya solvent declined to Rs 604-608 (down Rs 14 from last week). In futures also soya oil traded lower on weak buying support and global cues with its September and October contracts on the NCDEX closing at Rs 678.25 (down Rs 16) and Rs 657.15 (down Rs 18.50) respectively.

For details please refer link below:

Link: <http://www.thehindubusinessline.com/markets/commodities/new-crop-arrivals-may-crush-soyabean/article5113194.ece>

Arya Opinion: Soyabean prices improved in physical market due to new crop arrivals in major mandis as farmers are holding their stocks and don't want to sell at lower price. Thus directly impact on domestic demand of Soyabean it could be expected that the situation will draw tighter in coming months Due to such tight conditions, prices could be expected to remain strong.

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