

Oilseeds Domestic Fundamentals:

- Oilseeds cash markets remained firm in various market centers. Firm demand from oil millers and crushers led to higher prices.
- The area coverage under mustard, as on 30th November 2018, is reported up 12.69% at 57.89 lakh hectares compared to 55.51 lakh hectares at the same period last year. The area under groundnut is reported lower by 10.80% at 1.95 lakh hectares and that of sunflower is reported lower by 31.84% at 0.76 lakh hectares. The total sown area under rabi oilseeds, as on 30th November 2018, is higher compared to the previous year's level which is up by 10.21% at 63.14 lakh hectares compared to 62.90 lakh hectares during the corresponding period last year.
- NAFED auctioned 5540 tons of Mustard seed on 30th Nov in the price range of INR 3811 to INR 3939 per quintal. Stocks available as on date are at 5.08 Lakh tons.
- According sources, the Chinese government this week asked the Indian government for a draft of protocol for Indian soybean meal, to be discussed during the GACC visit to India starting December 10. A Chinese trade delegation is coming to India on Dec. 10 to inspect soymeal plants. Earlier China has cleared few soybean plants.
- According to the Ministry of Commerce/Export Inspection Council of India stated that China will resume import of Rapeseed Meal from India. Five units have already approved by General Administration of Customs of the People's Republic of China, GACC (formerly AQSIQ) and will able to resume the export of Rapeseed Meal to China once their registration with Chinese Ministry of Agriculture (MoA) is done which is cumbersome process and takes a long time.
- The daily soybean arrivals at this point of time is nearly 1 to 1.5 lakh bags less than the usual pace with the production of 100 lakh tons. However the sudden surge in arrivals before Diwali and then the fall in arrivals has overall compensated the cumulative arrivals figures and thus ND arrivals is y-o-y high.
- Cumulative arrivals according to govt sources is 30 lakh tons which is higher by 6 lakh tons y-o-y till Nov (MY starting in Oct).
- SEA has revised the Oct soymeal exports to 1.5 lakh tons as against .38 lakh tons in its provisional estimates which seemed unrealistic. In Nov SEA has given provisional estimate of 2.17 lakh tons of soymeal exports which is slightly higher y-o-y. In the ND months the exports has been higher y-o-y but still not enough to eat away the surpluses soon. India needs to at least exports 8-10 lakh tons of meal by Dec end or Mid Jan to tighten the Indian situation.
- India was able to export 55 thd tons of rapemeal in Nov improving m-o-m but lesser as compared to last year exports considered in the same month. Overall India's rapemeal exports has improved significantly as the prices offered remained very stable and remained well cheap as compared to Soymeal. India this year has able to gain the lost market thus rapeseed crushing season.
- Bangladesh a key buyer of soymeal from India has not taken any quantity of soymeal on Nov which is may be due to unavailability of railway rakes and /or aggressive buying of US soybean and crushing at overcapacity domestically, given the discounts US soybean enjoyed after the US-China fiasco.
- Bangladesh used to import 2-2.5 lakh tons of soymeal annually in the Oct –Sep period. Iran however took just 55 thd tons of soymeal out of 2 lakh tons the country booked for immediate delivery. Hopefully the remaining will be get exported in Dec month which may result in Dec exports clocking 3.5 lakh tons or even more. Thus in such situation we might able to dispose nearly 50% of the surpluses if the production of bean is at 104-105 lakh tons.

Oilseeds International Fundamentals

- Chicago soybean traded sideways at the Monday trading.
- According to China's General Administration of Customs (CNGOIC), China's Nov soybean imports fell 22.2 percent to 5.38 MMT from 6.92 MMT in Oct. Imports in Nov is 38 percent lower than last Nov 2017 import of 8.68 MMT. Year to date soybean imports fell 4.3 percent to 82.31 MMT compared to corresponding period last year.
- In the G20 Summit held in Buenos Aires, Argentina a lot of positives is coming out of it from US and China over easing tensions between Beijing and Washington. Trump has agreed upon leaving tariffs on \$200 billion worth of product at the 10% rate, and not raise it to 25% at this time from Jan 1. On the other hand China will agree to purchase a not yet agreed upon, but very substantial, amount of agricultural, energy, industrial, and other product from the United States to reduce the

trade imbalance between our two countries. Further China agreed to start purchasing agricultural product from our farmers immediately. No additional tariffs will be imposed after January 1 and negotiations between the two sides will continue.

- Both parties agree that they will endeavor to have this transaction completed within the next 90 days. If at the end of this period of time, the parties are unable to reach an agreement, the 10% tariffs will be raised to 25%.
- Outlook:** Soybean (plant delivery) prices are likely feature loss in coming days. The Indore (Plant Delivery) prices are expected to start trading in the range of 3350 to 3475 in coming days. Mustard (42%) spot prices are expected to remain in between 4150 and 4300 per quintal in coming days.

Soybean									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-18	28	3252	3319	3252	3305	57,820	12450	37690	-40510
Jan-19	17	3329	3365	3313	3346	64,550	12960	213480	28820
Feb-19	12	3373	3413	3373	3391	11,500	3170	46330	5270
Mustard									
Dec-18	76	4014	4102	4013	4095.00	7840	-10870	12210	-3720
Jan-19	48	4005	4053	4003	4049.00	14950	-3760	34030	840
Feb-19	56	4013	4069	4042	4069.00	230	-19410	1000	40
Soybean					Mustard				
Basis	17				Basis	139			
Spread					Spread				
	Jan-19	Feb-19				Jan-19	Feb-19		
Dec-18	41	86			Dec-18	-46	-26		
Jan-19		45			Jan-19		20		

Soybean Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	8-Dec-18	8-Dec-18	8-Dec-18	3-Dec-18
Akola	34922	192	35114	34932
Indore	20902	965	21867	20391
Kota	35447	61	35508	35174
Sagar	1229	0	1229	1168
Nagpur	452	0	452	452

Rapeseed Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	8-Dec-18	8-Dec-18	8-Dec-18	3-Dec-18
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	30	0	30	454

Kota	2842	0	2842	2810
Jaipur	602	0	602	622
Alwar	1936	0	1936	1936
Hapur	-	-	-	-

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	10-Dec-18		8-Dec-18		
	Low	High	Low	High	
Indore –Plant	3325	3400	3300	3400	Unch
Indore–Mandi	3150	3300	3150	3250	50
Nagpur-Plant	3380	3400	3380	3400	Unch
Nagpur – Mandi	3000	3240	3000	3220	20
Latur – Mandi	NR	NR	NR	NR	-
Akola – Mandi	2900	3200	3190	3190	10
Kota-Plant	3250	3325	3225	3300	25
Kota – Mandi	3220	3250	3170	3200	50
Bundi-Plant	3225	3275	3200	3250	25
Bundi-Mandi	3150	3200	3100	3150	50
Baran-Plant	3250	3350	3300	3400	-50
Baran-Mandi	3125	3175	3150	3210	-35
Bhawani Mandi Jhalawar–Plant	3200	3250	3200	3275	-25
Jhalwar-Mandi	3100	3140	3120	3170	-30
Rapeseed/Mustard					
Jaipur-(Condition)	4185	4190	4180	4185	5
Alwar-(Condition)	4050	4100	3950	4000	100
Sri Ganganagar-(Non-Condition)	3850	3900	3800	3840	60
New Delhi–(Condition)	4100	4125	4025	4050	75
Kota-(Condition)	3780	3800	3840	3880	-80
Agra-(Condition)	4429	4476	4381	4429	48
Neewai-(Condition)	3860	3910	Closed	Closed	-
Hapur (UP)-(Condition)	4000	4050	4000	4050	Unch
Groundnut Seed					
Rajkot	888	888	885	885	3
Sunflower Seed					
Gulbarga	3250	3615	3250	3662	-47

Latur	NA	NA	NA	NA	-
Sholapur	3900	3950	3950	4000	-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	10-Dec-18	8-Dec-18	
Madhya Pradesh	325000	150000	175000
Maharashtra	160000	125000	35000
Rajasthan	75000	50000	25000
Bundi (Raj)	300	700	-400
Baran (Raj)	3000	6000	-3000
Jhalawar (Raj)	10000	7000	3000
Rapeseed/Mustard			
Rajasthan	50000	40000	10000
Alwar	1500	1500	Unch
Sri Ganganagar	150	75	75
Kota	1500	900	600
Groundnut Seed			
Rajkot (Gujarat)	4440	4425	15
Sunflower Seed			
Sholapur (Maharashtra)	700	1500	-800

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

Oilseeds	10-Dec-18	8-Dec-18	Change
Groundnut Kernel	4925	4875	50
Gr. Bolds 60/70	5750	5750	Unch
Gr. Javas 60/70	7200	7200	Unch
Gr Javas 70/80	6900	6900	Unch
Gr.Javas 80/90	6500	6500	Unch
KardiSeed 2% Exp Qly	4400	4400	Unch
Sesame White 98/2/1 FM	13400	13400	Unch
Whitish 95/5/FFA/1FM	13200	13200	Unch
Brown 48/2 FFA/4 FM	10800	10800	Unch
Brown 48/3 FFA/4 FM	10200	10200	Unch
Brown 48/4 FM/* No FFA Guarantee	9800	9800	Unch



Sunflower Seed	4200	4200	Unch
Niger Seed (4% FM)	5200	5200	Unch

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