

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 7th November 2018, is reported up 0.03% at 59.596 lakh hectares compared to 59.36 lakh hectares at the same period last year. The area under groundnut is reported lower by 29.13% at 2.14 lakh hectares and that of sunflower is reported lower by 30.32% at 0.85 lakh hectares. The total sown area under rabi oilseeds, as on 7th November 2018, is lower compared to the previous year's level which is down by 2.21% at 65.45 lakh hectares compared to 67.34 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 soybean 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 be able to resume the export of Rapeseed Meal to China once their registration with Chinese Ministry of Agriculture (MoA) is done which is a 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 have been higher y-o-y but still not enough to eat away the surpluses soon. India needs to at least export 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 have improved significantly as the prices offered remained very stable and remained well cheap as compared to Soymeal. India this year has been 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 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 be 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 Tuesday trading.
- According to China's General Administration of Customs (GACC), China's Nov soybean imports fell 22.2 percent to 5.38 MMT from 6.92 MMT in Oct. Imports in Nov are 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 are 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	1	3316	3341	3297	3308.00	31,160	-26660	16450	-21240
Jan-19	-8	3358	3380	3338	3343	54,900	-9650	226850	13370
Feb-19	-13	3421	3423	3379	3383.00	14,060	2560	55560	9230
Mustard									
Dec-18	-31	4085	4100	4051	4058.00	2310	-5530	11120	-1090
Jan-19	-56	4054	4065	3991	3991.00	11350	3510	36250	2220
Feb-19	-44	4064	4064	4010	4010.00	110	-14840	1030	30
Soybean					Mustard				
Basis	82				Basis	135			
Spread					Spread				
	Jan-19	Feb-19				Jan-19	Feb-19		
Dec-18	35	75			Dec-18	-67	-48		
Jan-19		40			Jan-19		19		

Soybean Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	10-Dec-18	10-Dec-18	10-Dec-18	10-Dec-18
Akola	34064	222	34286	34064
Indore	21494	673	22167	21494
Kota	34467	211	34678	34467
Sagar	1229	0	1229	1229
Nagpur	452	0	452	452

Rapeseed Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	10-Dec-18	10-Dec-18	10-Dec-18	10-Dec-18
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	30	0	30	30

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

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	11-Dec-18		10-Dec-18		
	Low	High	Low	High	
Indore –Plant	3350	3430	3325	3400	30
Indore–Mandi	3200	3300	3150	3300	Unch
Nagpur-Plant	3380	3400	3380	3400	Unch
Nagpur – Mandi	3000	3260	3000	3240	20
Latur – Mandi	NR	NR	NR	NR	-
Akola – Mandi	3000	3245	3200	3200	45
Kota-Plant	3300	3350	3250	3325	25
Kota – Mandi	3220	3250	3220	3250	Unch
Bundi-Plant	3225	3275	3225	3275	Unch
Bundi-Mandi	3150	3200	3150	3200	Unch
Baran-Plant	3280	3390	3250	3350	40
Baran-Mandi	3160	3215	3125	3175	40
Bhawani Mandi Jhalawar–Plant	3300	3350	3200	3250	100
Jhalwar-Mandi	3200	3280	3100	3140	140
Rapeseed/Mustard					
Jaipur-(Condition)	4190	4195	4185	4190	5
Alwar-(Condition)	4050	4100	4050	4100	Unch
Sri Ganganagar-(Non-Condition)	3850	3900	3850	3900	Unch
New Delhi–(Condition)	4150	4200	4100	4125	75
Kota-(Condition)	3820	3850	3780	3800	50
Agra-(Condition)	4429	4476	4429	4476	Unch
Neewai-(Condition)	3870	3920	3860	3910	10
Hapur (UP)-(Condition)	4100	4150	4000	4050	100
Groundnut Seed					
Rajkot	912	912	888	888	24
Sunflower Seed					
Gulbarga	3252	3512	3250	3615	-103

Latur	NA	NA	NA	NA	-
Sholapur	3950	4000	3900	3950	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	11-Dec-18	10-Dec-18	
Madhya Pradesh	150000	325000	-175000
Maharashtra	130000	160000	-30000
Rajasthan	40000	75000	-35000
Bundi (Raj)	300	300	Unch
Baran (Raj)	2000	3000	-1000
Jhalawar (Raj)	13000	10000	3000
Rapeseed/Mustard			
Rajasthan	50000	50000	Unch
Alwar	1500	1500	Unch
Sri Ganganagar	150	150	Unch
Kota	1500	1500	Unch
Groundnut Seed			
Rajkot (Gujarat)	4560	4440	120
Sunflower Seed			
Sholapur (Maharashtra)	800	700	100

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

Oilseeds	11-Dec-18	10-Dec-18	Change
Groundnut Kernel	4950	4925	25
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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