

Oilseeds Domestic Fundamentals:

- Oilseeds cash markets remained sideways 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.
- 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.
- 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 weak at the Friday trading. Market weighed on fundamentals of higher supply scenario after Trump's quoting that China is expected to buy substantial amount of soybean from US weighed on prices.
- 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	-1	3360	3375	3360	3372.00	3,310	-27850	5080	-11370
Jan-19	8	3372	3385	3355	3384.00	19,840	-35060	217380	-9470
Feb-19	6	3412	3425	3399	3423.00	8,640	-5420	68730	13170
Mustard									
Dec-18	-13	4099	4099	4066	4086.00	370	-1940	8500	-2620
Jan-19	1	4010	4039	4004	4015.00	10120	7810	34500	-1750
Feb-19	-7	3997	4019	3985	3990.00	1400	-9950	4390	3360
Soybean					Mustard				
Basis	-32				Basis	117			
Spread					Spread				
	Jan-19	Feb-19				Jan-19	Feb-19		
Dec-18	12	51			Dec-18	-71	-96		
Jan-19		39			Jan-19		-25		

Soybean Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	13-Dec-18	13-Dec-18	13-Dec-18	10-Dec-18
Akola	34368	151	34519	34064
Indore	21947	660	22607	21494
Kota	34507	181	34688	34467
Sagar	1229	0	1229	1229
Nagpur	452	51	503	452

Rapeseed Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	13-Dec-18	13-Dec-18	13-Dec-18	10-Dec-18
Sri Ganganagar	-	-	-	-
Bharatpur	-	-	-	-
Bikaner	30	0	30	30
Kota	2842	41	2883	2842
Jaipur	602	0	602	602
Alwar	1936	0	1936	1936

Hapur	-	-	-	-
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Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	14-Dec-18		13-Dec-18		
	Low	High	Low	High	
Indore –Plant	3300	3380	3300	3380	Unch
Indore–Mandi	3250	3350	3250	3350	Unch
Nagpur-Plant	3390	3420	3390	3420	Unch
Nagpur – Mandi	3000	3315	3000	3300	15
Latur – Mandi	3240	3400	3500	3600	-200
Akola – Mandi	2600	3275	3275	3275	Unch
Kota-Plant	3325	3375	3325	3375	Unch
Kota – Mandi	3200	3300	3200	3300	Unch
Bundi-Plant	3250	3300	3250	3300	Unch
Bundi-Mandi	3200	3250	3200	3250	Unch
Baran-Plant	3280	3390	3280	3390	Unch
Baran-Mandi	3000	3220	3000	3220	Unch
Bhawani Mandi Jhalawar–Plant	3325	3380	3325	3380	Unch
Jhalwar-Mandi	3225	3300	3225	3300	Unch
Rapeseed/Mustard					
Jaipur-(Condition)	4200	4205	4200	4205	Unch
Alwar-(Condition)	4050	4100	4050	4100	Unch
Sri Ganganagar-(Non-Condition)	3800	3850	3800	3850	Unch
New Delhi–(Condition)	4120	4150	4120	4150	Unch
Kota-(Condition)	3850	3900	3850	3900	Unch
Agra-(Condition)	4452	4500	4452	4500	Unch
Neewai-(Condition)	3870	3920	3870	3920	Unch
Hapur (UP)-(Condition)	4000	4050	4000	4050	Unch
Groundnut Seed					
Rajkot	880	880	880	880	Unch
Sunflower Seed					
Gulbarga	3050	3510	3250	3550	-40
Latur	NA	NA	NA	NA	-
Sholapur	3900	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	14-Dec-18	13-Dec-18	
Madhya Pradesh	225000	200000	25000
Maharashtra	150000	170000	-20000
Rajasthan	60000	60000	Unch
Bundi (Raj)	300	300	Unch
Baran (Raj)	1500	6000	-4500
Jhalawar (Raj)	2000	12000	-10000
Rapeseed/Mustard			
Rajasthan	45000	50000	-5000
Alwar	2000	2000	Unch
Sri Ganganagar	50	50	Unch
Kota	700	700	Unch
Groundnut Seed			
Rajkot (Gujarat)	4400	4400	Unch
Sunflower Seed			
Sholapur (Maharashtra)	1000	700	300

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

Oilseeds	14-Dec-18	13-Dec-18	Change
Groundnut Kernel	4925	4925	Unch
Gr. Bolds 60/70	5700	5750	-50
Gr. Javas 60/70	7150	7200	-50
Gr Javas 70/80	6850	6900	-50
Gr.Javas 80/90	6450	6500	-50
KardiSeed 2% Exp Qly	4400	4400	Unch
Sesame White 98/2/1 FM	13000	13000	Unch
Whitish 95/5/FFA/1FM	12800	12800	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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