

**Oilseeds Domestic Fundamentals:**

- Oilseeds cash market at Indore has gained whereas other centers has been under pressure taking cues from futures market. NCDEX Soybean and Mustard closed in red over speculative bear on cues of higher sowing of Mustard.
- Mustard sowing has been y-o-y high as on 14<sup>th</sup> of Dec and the weather so far has remained supportive in almost all of the major growing regions. There has been rains lasting for two to three days in WB, Jharkhand and Assam whereas Bihar witnessed 1 day of rains which was wide spread and continuous without any heavy showers. These rains are very beneficial for all the rabi crop including Mustard as the east Indian has remained rain deficit this SW Monsoon.
- Towards west there is no forecast of rains and the next western disturbance according to European weather model is going to hit at the end of this month. If it rains at that point of time it will help in bolden of the seeds. Early sown mustard is in the flowering stage in many parts of Bihar, MP, and Rajasthan and UP. There are no reports of aphid attack as of now.
- In soybean the Dec exports are crucial in determining the % of exports to the exportable surplus. In Dec there are reports of 1.1 lakh tons of soymeal to be loaded and dispatched through bulk exports.

**Oilseeds International Fundamentals**

- Chicago soybean Jan contract was trading high in the early trade today. Market has been positive over bullish weekly exports inspections report but overall remained sideways.
- International market slips in to the new year and Christmas celebrations which will in result in thin volume of trade and also will lack fundamental news apart from regular report releases.
- China bought 1.5 MMT in announced sales last week and trade looks additional to come in Thursday's weekly export sales of report.
- November crush was 166.96 million vs. an average estimate of 168.44 million bushels. Crush was down from October's record of 172.3 but was up 2.1% from last year. Three months into the marketing year, NOPA crush is running 7.7% ahead of last year with USDA forecasting crush to increase 1.2% year-on-year.
- Weekly soybean inspections were up week-on-week but pace is still well below last year. Total inspections to date are running 41.5% behind last year's pace while USDA estimates total export demand to decline 10.8% year-on-year. So good news/bad news today on soybean demand with market today consolidating within Friday's range.
- China confirmed two more cases of African swine fever on Sunday. This brings total number of cases reported to 90 since the first case of ASF was reported in August. African swine fever has been reported in 17 provinces. Of the latest cases, one was reported in southwestern Sichuan province, killing 26 pigs and the other in northeastern Heilongjiang where 24 pigs died. Estimates are that China has culled more than 600,000 pigs due to the disease but it has nominal impact on supplies. China produces approximately 700 million pigs a year and culls 2 million on an average day.
- If China fails to contain this outbreak, a bigger impact will be felt in 2019. China has been a buyer of US pork and is expected to buy additional pork imports as part of trade talks but to also meet domestic demand. Impact of ASF will also be felt in soybean and soymeal demand. China has already been diversify its animal feed due to tariff war and any spread of disease could further cut import needs. China's government currently estimates its annual soybean import demand at 84.0 MMT. This is the first year-on-year decline in demand since high prices stalled demand growth in 2012/13. USDA left China import demand at 90.0 MMT in the December WASDE report.
- The FOMC two-day meeting is going to start today. The Fed has indicated it will raise rates one more time this year. With world economies slowing, many are weighing in against another increase. Particularly President Trump who tweeted this morning that it was "incredible" the Fed would even consider raising rates given low inflation and strong dollar.
- **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
<b>Dec-18</b>	6	3350	3365	3347	3365	1490	-1820	2350	-2730
<b>Jan-19</b>	-13	3357	3366	3341	3353	29200	9360	205150	-12680
<b>Feb-19</b>	-11	3400	3405	3383	3396	11150	2510	70330	1600
Mustard									
<b>Dec-18</b>	14	4058	4108	4058	4090	750	380	8070	-430
<b>Jan-19</b>	-40	3988	3988	3907	3952	12970		33250	
<b>Feb-19</b>	-52	3971	3971	3921	3922	6080		4080	
Soybean					Mustard				
<b>Basis</b>	95				<b>Basis</b>	128			
Spread					Spread				
	<b>Jan-19</b>	<b>Feb-19</b>				<b>Jan-19</b>	<b>Feb-19</b>		
<b>Dec-18</b>	-12	43			<b>Dec-18</b>	-138	-30		
<b>Jan-19</b>		31			<b>Jan-19</b>		-168		

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	17-Dec-18	17-Dec-18	17-Dec-18	#####
Akola	34510	61	34571	33963
Indore	22608	179	22787	8588
Kota	34677	61	34738	28518
Sagar	1229	0	1229	-
Nagpur	503	0	503	452

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	17-Dec-18	17-Dec-18	17-Dec-18	#####
Sri Ganganagar	0	0	0	0
Bharatpur	-	-	-	-
Bikaner	10	0	10	10
Kota	1819	0	1819	1818
Jaipur	602	0	602	602
Alwar	1936	0	1936	1936
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	18-Dec-18		17-Dec-18		
	Low	High	Low	High	
Indore –Plant	3360	3460	3300	3380	80
Indore–Mandi	3250	3350	3250	3350	Unch
Nagpur-Plant	3370	3400	3390	3420	-20
Nagpur – Mandi	3000	3290	3000	3310	-20
Latur – Mandi	3200	3390	3270	3395	-5
Akola – Mandi	2900	3250	3250	3250	Unch
Kota-Plant	3300	3350	3400	3420	-70
Kota – Mandi	3200	3260	3200	3300	-40
Bundi-Plant	3160	3270	3250	3300	-30
Bundi-Mandi	3180	3225	3200	3250	-25
Baran-Plant	3300	3400	3350	3450	-50
Baran-Mandi	3100	3275	3175	3300	-25
Bhawani Mandi Jhalawar–Plant	3300	3350	3400	3450	-100
Jhalwar-Mandi	3250	3275	3300	3350	-75
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	4180	4185	4200	4205	-20
Alwar-(Condition)	3900	3975	4050	4100	-125
SriGanganagar-(Non-Condition)	3640	3670	3625	3770	-100
New Delhi–(Condition)	4075	4100	4125	4150	-50
Kota-(Condition)	3770	3800	3800	3870	-70
Agra-(Condition)	4380.9524	4429	4428.5714	4476	-47.619
Neewai-(Condition)	3800	3870	3870	3920	-50
Hapur (UP)-(Condition)	4000	4050	4050	4075	-25
<b>Groundnut Seed</b>					
Rajkot	#REF!	#REF!	#REF!	#REF!	-
<b>Sunflower Seed</b>					
Gulbarga	3156	3482	3154	3478	4
Latur	NA	NA	NA	NA	-
Sholapur	3900	3950	3900	3950	Unch
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.					

Commodity / Centre	Arrivals in Bags/Qtl		Change
<b>Soybean</b>	<b>18-Dec-18</b>	<b>17-Dec-18</b>	
Madhya Pradesh	300000	300000	Unch
Maharashtra	160000	200000	-40000
Rajasthan	60000	100000	-40000
Bundi (Raj)	350	300	50
Baran (Raj)	2000	3000	-1000
Jhalawar (Raj)	2000	3000	-1000
<b>Rapeseed/Mustard</b>			
Rajasthan	50000	50000	Unch
Alwar	2000	1500	500
Sri Ganganagar	125	225	-100
Kota	1000	1200	-200
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	#REF!	#REF!	-
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	1200	800	400

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

Oilseeds	18-Dec-18	17-Dec-18	Change
Groundnut Kernel	4925	4925	Unch
Gr. Bolds 60/70	5700	5700	Unch
Gr. Javas 60/70	7150	7150	Unch
Gr Javas 70/80	6850	6850	Unch
Gr.Javas 80/90	6450	6450	Unch
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



### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2018 Indian Agribusiness Systems Ltd.