

### **Oilseeds Domestic Fundamentals**

- Cash oilseeds market gained over the good prospects of soymeal exports been evolving from Iran. NCDEX Soybean traded weak as the market cool off after the impulsive rally. NCDEX Mustard however traded sideways.
- According to SOPA in the OND quarter soymeal exports has been recorded at 6.74 lakh tons which is 2.3% low as compared last year exports of 6.9 lakh tons. In Dec India exported 2.78 lakh tons of meal which was 2.82 lakh tons last year in the same time frame. SOPA hasn't indicated towards the revision of their estimates which should have been came by this time.
- Apart from regular buyers Iran has emerged the largest buyer of Indian soymeal and according to the SOPA can take 4.5 lakh tons of soymeal at the end of the Soy season. The grace period that US has offered to India is till March and by that time Iran is expected to buy as much as possible from India. India and Iran has signed barter agreement under which Iran will supply oil in exchange of Soybean.
- However we have lost Bangladesh market which has been compensated by Iran. Thus we have now very limited demand from our satellite countries. Pakistan has already shifted to GM Soybean and importing very meagre soymeal. The only buer left is Nepal.
- India has opened doors for US poultry products and it will be interesting to see how US frozen chicken penetrates India's market which is prefers consuming fresh cut chickens.
- NAFED Soybean procurement drive resulted in procurement of 19771 tons of bean by end of 14<sup>th</sup> Jan 2018. Groundnut procurement has been whooping 5.05 lakh tons, despite of better market price and lower production.

### **Oilseeds International Fundamentals**

- Chicago soybean futures has gained after yesterday's fall in the early trading session.
- Brazil witnessed some precip in the weekend but the coverage wasn't very good, in the drier areas of Brazil offered resistance. The rest of this week looks quite dry for many of these areas.
- Weekly inspections for beans was 39 mb, which brings the total to 676 mb. That is down 40% from the prior year.
- NOPA crushed 170 mb of soybean which is record for the month of December and the third largest monthly crush.
- Meanwhile, Chinese meal values are trading at their lowest level in nearly a year. The spread of ASF and efforts to change the feed ration have many questioning China's need for beans/meal going forward. Based on Chinese data, Jan to Dec soybean imports were pegged at 88 MMT or down 7.9% from the prior year.
- At the American Farm Bureau Federation in New Orleans, Trump said China has agreed to open its market to buy US pork.
- FOMC member Clarida commented on the strong momentum the economy has going into 2019. He does not see a recession on the horizon.
- US has increased the exports of its meat products in the world. China has been regularly buying US pork even after trade war and ASF has also necessitated even higher volume of exports to China. Argentina has started importing US pork, Brazil has booked first beef after 2003 from US. All these factors going to increase the consumption of soymeal in US and which is resulting record crush m-o-m as indicated in the US NOPA report.
- **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 3600 in coming days. Mustard (42%) spot prices are expected to remain in between 4050 and 4150 per quintal in coming days.



Soybean									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-19	-16	3632	3670	3632	3670	2530	1930	1930	40
Feb-19	-21	3691	3693	3642	3677	48180	13800	202120	-7250
Mar-19	-26	3725	3730	3681	3714	17080	5550	87630	3960
Mustard									
Jan-19	-52	3850	3850	3850	3850	940	760	2660	-1020
Feb-19	-1	3845	3859	3825	3840	9980		20950	
Apr-19	-2	3935	3947	3919	3937	3440		6580	
Soybean					Mustard				
Basis	-50				Basis	255			
Spread					Spread				
	Feb-19	Mar-19				Feb-19	Apr-19		
Jan-19	7	37			Jan-19	-10	97		
Feb-19		44			Feb-19		87		

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	15-Jan-19	15-Jan-19	15-Jan-19	15-Jan-19
Akola	35453	1067	36520	34791
Indore	23932	784	24716	23902
Kota	30981	121	31102	30851
Sagar	1368	0	1368	-
Nagpur	501	0	501	502

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	15-Jan-19	15-Jan-19	15-Jan-19	#####
Sri Ganganagar	0	0	0	0
Bharatpur	-	-	-	-
Bikaner	0	0	0	0
Kota	5939	1388	7327	5939
Jaipur	403	0	403	403
Alwar	1921	0	1921	1921
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	16-Jan-19		15-Jan-19		
	Low	High	Low	High	
Indore –Plant	3500	3620	3400	3500	120
Indore–Mandi	3450	3600	3350	3450	150
Nagpur-Plant	3570	3620	3570	3620	Unch
Nagpur – Mandi	3100	3500	Closed	Closed	-
Latur – Mandi	NR	NR	Closed	Closed	-
Akola – Mandi	3200	3575	Closed	Closed	-
Kota-Plant	3500	3650	3500	3650	Unch
Kota – Mandi	3500	3550	3500	3550	Unch
Bundi-Plant	3500	3550	3500	3550	Unch
Bundi-Mandi	3300	3500	3300	3500	Unch
Baran-Plant	3600	3650	3550	3600	50
Baran-Mandi	3350	3570	3300	3500	70
Bhawani Mandi Jhalawar–Plant	3600	3680	3600	3650	30
Jhalwar-Mandi	3520	3600	3520	3550	50
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	4095	4100	4100	4105	-5
Alwar-(Condition)	4000	4050	4000	4050	Unch
SriGanganagar-(Non-Condition)	3560	3600	3560	3600	Unch
New Delhi–(Condition)	4030	4060	4030	4060	Unch
Kota-(Condition)	3720	3780	3720	3780	Unch
Agra-(Condition)	NA	NA	NA	NA	-
Neewai-(Condition)	3750	3800	3750	3800	Unch
Hapur (UP)-(Condition)	3975	4025	3975	4025	Unch
<b>Groundnut Seed</b>					
Rajkot	#REF!	#REF!	#REF!	#REF!	-
<b>Sunflower Seed</b>					
Gulbarga	3150	3450	#VALUE!	#VALUE!	-
Latur	NA	NA	Closed	Closed	-
Sholapur	#VALUE!	#VALUE!	#VALUE!	#VALUE!	-
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>16-Jan-19</b>	<b>15-Jan-19</b>	
Madhya Pradesh	275000	140000	135000
Maharashtra	140000	80000	60000
Rajasthan	60000	40000	20000
Bundi (Raj)	300	300	Unch
Baran (Raj)	5000	1500	3500
Jhalawar (Raj)	2000	2000	Unch
<b>Rapeseed/Mustard</b>			
Rajasthan	40000	40000	Unch
Alwar	2000	2000	Unch
Sri Ganganagar	55	55	Unch
Kota	1200	1000	200
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	#REF!	#REF!	-
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	Closed	Closed	-

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

Oilseeds	16-Jan-19	15-Jan-19	Change
Groundnut Kernel	4900	4875	25
Gr. Bolds 60/70	6000	6000	Unch
Gr. Javas 60/70	7300	7300	Unch
Gr Javas 70/80	7000	7000	Unch
Gr.Javas 80/90	6600	6600	Unch
KardiSeed 2% Exp Qly	4450	4450	Unch
Sesame White 98/2/1 FM	12000	12000	Unch
Whitish 95/5/FFA/1FM	11800	11800	Unch
Brown 48/2 FFA/4 FM	10400	10400	Unch
Brown 48/3 FFA/4 FM	10100	10100	Unch
Brown 48/4 FM/* No FFA Guarantee	9500	9500	Unch
Sunflower Seed	4200	4200	Unch
Niger Seed (4% FM)	5600	5600	Unch



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