

Oilseeds Domestic Fundamentals

- Cash oilseeds market continued to gain for second straight day over the good prospects of soymeal exports been evolving from Iran. NCDEX Soybean gained after bullish sentiments hovering over potential meal exports to Iran. Mustard however traded sideways.
- Market is betting on potential exports to Iran and thus is supporting the prices. According to the data compiled by SEA in the OND quarter Iran has imported 1.35 lakh tons of soymeal from India. Moving forward as the deadline given to India to buy petro from Iran ends in March, Iran is trying to import more of meal from India in exchange of the payments that Iran has received from Iran for the petro in rupees terms. Thus India has the potential to export 4-5 lakh tons by Sep which seems to enough to push the overall exports from India to 14-15 lakh tons.
- We need to see how Jan soymeal exports come out to be which will clarify the present sentiments in Feb month.
- Warmer days are going to help rapid maturing of mustard crop and we can see arrivals hitting the market a week early. We have already witnessed early start of sowing this season. Thus there is no chance of any recovery in Mustard except weather which has to be closely look after.

Oilseeds International Fundamentals

- Chicago soybean futures was trading sideways in the early trade today.
- 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 3500 to 3700 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	58	3645	3735	3645	3721	2890	360	1770	-160
Feb-19	88	3668	3760	3668	3755	65840	17660	201600	-520
Mar-19	84	3717	3798	3716	3791	20370	3290	90390	2760
Mustard									
Jan-19	25	3875	3875	3875	3875	120	-820	2660	0
Feb-19	22	3850	3875	3832	3868	15360		21380	
Apr-19	19	3945	3960	3894	3960	10000		8960	
Soybean					Mustard				
Basis	-21				Basis	230			



Spread					Spread				
	Feb-19	Mar-19				Feb-19	Apr-19		
Jan-19	34	36			Jan-19	-7	92		
Feb-19		70			Feb-19		85		

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	16-Jan-19	16-Jan-19	16-Jan-19	16-Jan-19
Akola	34895	1490	36385	34791
Indore	24024	753	24777	23902
Kota	31062	40	31102	30851
Sagar	1520	122	1642	-
Nagpur	501	0	501	502

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	16-Jan-19	16-Jan-19	16-Jan-19	#####
Sri Ganganagar	0	0	0	0
Bharatpur	-	-	-	-
Bikaner	0	0	0	0
Kota	6909	418	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	17-Jan-19		16-Jan-19		
	Low	High	Low	High	
Indore –Plant	3640	3700	3500	3620	80
Indore–Mandi	3475	3625	3450	3600	25
Nagpur-Plant	3650	3775	3570	3620	155
Nagpur – Mandi	3475	3650	3100	3500	150

Latur – Mandi	NR	NR	NR	NR	-
Akola – Mandi	3000	3575	3575	3575	Unch
Kota-Plant	3625	3675	3500	3650	25
Kota – Mandi	3450	3600	3500	3550	50
Bundi-Plant	3525	3575	3500	3550	25
Bundi-Mandi	3350	3550	3300	3500	50
Baran-Plant	3650	3700	3600	3650	50
Baran-Mandi	3400	3620	3350	3570	50
Bhawani Mandi Jhalawar–Plant	3650	3730	3600	3680	50
Jhalwar-Mandi	3550	3630	3520	3600	30
Rapeseed/Mustard					
Jaipur-(Condition)	4100	4105	4095	4100	5
Alwar-(Condition)	4000	4050	4000	4050	Unch
SriGanganagar-(Non-Condition)	3580	3620	3560	3600	20
New Delhi–(Condition)	4020	4050	4030	4060	-10
Kota-(Condition)	3750	3800	3720	3780	20
Agra-(Condition)	NA	NA	NA	NA	-
Neewai-(Condition)	3750	3800	3750	3800	Unch
Hapur (UP)-(Condition)	4000	4050	3975	4025	25
Groundnut Seed					
Rajkot	#REF!	#REF!	#REF!	#REF!	-
Sunflower Seed					
Gulbarga	#VALUE!	#VALUE!	3150	3450	-
Latur	NA	NA	NA	NA	-
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
Soybean	17-Jan-19	16-Jan-19	
Madhya Pradesh	200000	275000	-75000
Maharashtra	125000	140000	-15000
Rajasthan	40000	60000	-20000
Bundi (Raj)	300	300	Unch
Baran (Raj)	3000	5000	-2000
Jhalawar (Raj)	2500	2000	500

Rapeseed/Mustard			
Rajasthan	45000	40000	5000
Alwar	2000	2000	Unch
Sri Ganganagar	50	55	-5
Kota	900	1200	-300
Groundnut Seed			
Rajkot (Gujarat)	#REF!	#REF!	-
Sunflower Seed			
Sholapur (Maharashtra)	NA	Closed	-

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

Oilseeds	17-Jan-19	16-Jan-19	Change
Groundnut Kernel	4900	4900	Unch
Gr. Bolds 60/70	5900	6000	-100
Gr. Javas 60/70	7200	7300	-100
Gr Javas 70/80	6900	7000	-100
Gr.Javas 80/90	6500	6600	-100
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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