

#### **Oilseeds Domestic Fundamentals:**

- Oilseeds cash market remained unchanged at most of the centers. NCDEX Soybean and Mustard closed in red over speculative bear on cues of higher sowing of Mustard.
- The developments of US soybean crush on good crush margins has resulted in the rising stock of soymeal which eventually didn't allowed the Argentinean meal to gain. If such situation continues India's export potential is going to decline if there is any bullishness in Indian soy complex. With Indian exports still not enough for Indian complex to get decoupled from International market.
- Further USDA has declined India's soybean production by 2 lakh tons and has kept the production at 113 lakh tons from its previous estimate of 115 lakh tons.
- With the season slipping towards New Year arrivals assessment will be crucial for production estimate revision by SOPA as well as SEA which drives the market.
- With the current pace of arrivals estimating production over 104 lakh tons doesn't seem to be logical enough. The arrivals is 19% higher on y-o-y basis and which translates into 100 to 102 lakh production. Further there can be distortions in the normal pace of arrivals due to BBY but since the last year also there was BBY y-o-y comparisons seems to be apt. It will be interesting to see how the arrivals are going to be post expiry of the BBY window which is 19<sup>th</sup> Jan.
- With BJP govt out of the MP and congress taking the chair there can be some changes in the BBY scheme but as the kharif crop is over the new state govt probably might not alter the scheme in a big way. Meanwhile state government has waived off the farm loan of 2 lakh farmers.
- Mustard March and April contracts are in the range of 4000 and haven't been a seasonal typical backwardation market and hence is itching doubt over the market anticipations on any potential bullishness in the market coming in Feb month on the unseasonal rainfall probability.

#### **Oilseeds International Fundamentals**

- Chicago soybean Jan contract was trading sideways as the market moves towards new year and Christmas celebrations. .
- 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.
- Brazilian soybean farmers could see their current crop diminished by drought, according to analysts at consultancy AgRural, who added that any drought-related losses cannot yet be quantified. Brazil's government released earlier production estimates of 4.409 billion bushels for 2018/19.
- **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>	8	3375	3379	3361	3369	1590	-1720	1530	-3550
<b>Jan-19</b>	1	3358	3382	3342	3363	28730	8890	196570	-21260
<b>Feb-19</b>	-4	3400	3420	3381	3399	13590	4950	70730	2000
Mustard									
<b>Dec-18</b>	49	4096	4156	4100	4145	2300	1930	6610	-1890
<b>Jan-19</b>	20	3940	4000	3930	3974	23230		31470	
<b>Feb-19</b>	12	3915	3958	3909	3940	3490		4400	
Soybean					Mustard				
<b>Basis</b>	91				<b>Basis</b>	25			
Spread					Spread				
	<b>Jan-19</b>	<b>Feb-19</b>				<b>Jan-19</b>	<b>Feb-19</b>		
<b>Dec-18</b>	-6	36			<b>Dec-18</b>	-171	-34		
<b>Jan-19</b>		30			<b>Jan-19</b>		-205		

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-Dec-18	18-Dec-18	18-Dec-18	#####
Akola	34530	71	34601	34509
Indore	22698	179	22877	22608
Kota	34697	61	34758	34678
Sagar	1229	0	1229	-
Nagpur	503	0	503	503

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-Dec-18	18-Dec-18	18-Dec-18	#####
Sri Ganganagar	0	0	0	0
Bharatpur	-	-	-	-
Bikaner	10	0	10	10
Kota	1819	71	1890	1818
Jaipur	602	0	602	602
Alwar	1936	110	2046	1936
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
	19-Dec-18		18-Dec-18		
Soybean	Low	High	Low	High	
Indore –Plant	3360	3460	3360	3460	Unch
Indore–Mandi	3250	3350	3250	3350	Unch
Nagpur-Plant	3370	3400	3370	3400	Unch
Nagpur – Mandi	3000	3290	3000	3290	Unch
Latur – Mandi	3340	3370	3200	3390	-20
Akola – Mandi	2700	3210	3250	3250	-40
Kota-Plant	3300	3350	3300	3350	Unch
Kota – Mandi	3200	3260	3200	3260	Unch
Bundi-Plant	3160	3270	3160	3270	Unch
Bundi-Mandi	3180	3225	3180	3225	Unch
Baran-Plant	3300	3400	3300	3400	Unch
Baran-Mandi	3100	3275	3100	3275	Unch
Bhawani Mandi Jhalawar–Plant	3300	3350	3300	3350	Unch
Jhalwar-Mandi	3250	3275	3250	3275	Unch
<b>Rapeseed/Mustard</b>					
Jaipur-(Condition)	4170	4175	4180	4185	-10
Alwar-(Condition)	3875	3950	3900	3975	-25
SriGanganagar-(Non-Condition)	3640	3670	3640	3670	Unch
New Delhi–(Condition)	4075	4100	4075	4100	Unch
Kota-(Condition)	3770	3800	3770	3800	Unch
Agra-(Condition)	4380.9524	4429	4380.9524	4429	Unch
Neewai-(Condition)	3800	3870	3800	3870	Unch
Hapur (UP)-(Condition)	3975	4025	4000	4050	-25
<b>Groundnut Seed</b>					
Rajkot	#REF!	#REF!	#REF!	#REF!	-
<b>Sunflower Seed</b>					
Gulbarga	#VALUE!	#VALUE!	3156	3482	-
Latur	NA	NA	NA	NA	-
Sholapur	3900	3950	3900	3950	Unch
Soybean Prices are in INR/ctl. (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/ctl.					

Commodity / Centre	Arrivals in Bags/Qtl		Change
	19-Dec-18	18-Dec-18	
<b>Soybean</b>			
Madhya Pradesh	275000	300000	-25000
Maharashtra	160000	160000	Unch
Rajasthan	60000	60000	Unch
Bundi (Raj)	350	350	Unch
Baran (Raj)	3000	2000	1000
Jhalawar (Raj)	4000	2000	2000
<b>Rapeseed/Mustard</b>			
Rajasthan	50000	50000	Unch
Alwar	1500	2000	-500
Sri Ganganagar	20	125	-105
Kota	1000	1000	Unch
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	#REF!	#REF!	-
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	400	1200	-800

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

Oilseeds	19-Dec-18	18-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

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