

Oil meal prices gained with support from soybean and seasonal rise in demand.

- As CME prices has corrected to their fundamentals and NCDEX reaching their levels based on their own fundamentals (Not so bearish though) under the influence of CME, upcoming prices action in international market may find Indian complex to find recoupling and thus Indian investors again look for international market for cues.
- In terms of spread correction for Indian meal as compared to International meal, the international meal has been less bearish as compared to its bean counterpart. Thus in order to gain parity for exports in international market Indian meal has not to fall sharply to find exports market.
- Argentinean meal FOB basis as on 17th July was high by \$15 per short ton over CME for August delivery. For OND which is crucial for Indian meal exports was offered at \$24 above CME prices. Thus at current prices of Oct contract the soymeal offered for OND months stands at \$396 whereas Indian meal is offered at \$446 thus a \$20-30 dollars will be sufficient enough to gain parity against Argentinean meal for exports.
- However the major concern for Indian is the capacity by which US can eat India's soymeal exports market since it is offered at discount over South American part and India might not offer at competitive price against US soymeal.
- Much will dependent on how much exportable surplus India is going to produce and so far the scenario is looking rosy for y-o-y higher production numbers. A 100 lakh tons production is also on cards with weather will be on the way for the ride till harvest.

Soy DOC Rates at Different Centers

Centres	Ex-factory rates (Rs/ton)		
	20-July-18	19-July-18	Parity To
Indore - 45%, Jute Bag	28500	29000	Gujarat, MP
Kota - 45%, PP Bag	29200	29200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	31300	31300	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	30100	30300	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	30800	30800	Andhra, AP, Kar ,TN
Latur	31000	31000	-
Sangli	32000	31500	Local and South
Solapur	32000	32000	Local and South
Akola – 45%, PP Bag	29000	29500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	31500	31500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	29000	29000	-

Soy DOC at Ports

Centers	Port Price	
	20-July-18	19-July-18
Kandla (FOR) (INR/MT)	NA	30800
Kandla (FAS) (USD/MT)	NA	447
CNF Indonesia – Yellow SBM (USD/MT) (Nov-Dec 2014)	NA	445

Rapeseed Meal	19-Jul-18	18-Jul-18	Change
FAS Kandla (USD/MT)	210	206	4
FOR Kandla (Rs/MT)	14200	14000	200
FOR Mundra (Rs/MT)	14600	14400	200
CNF Indonesia (USD/MT)	232	230	2

International Soy DOC			
Argentina FOB USD/MT	19-Jul-18	18-Jul-18	Change
Soybean Pellets	376	376	Unch
Soybean Cake Flour	376	376	Unch
Soya Meal	Unq	Unq	-
Soy Expellers	Unq	Unq	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	20-Jul-18	19-Jul-18	Change
Adoni	21000	21000	Unch
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	Unq	Unq	-

Groundnut Meal (Rs/MT)	20-Jul-18	19-Jul-18	Change
Basis 45%, Saurashtra	20500	20500	Unch
Basis 40%, Saurashtra	18000	18000	Unch
GN Cake, Gondal	19500	19500	Unch

Mustard DOC	20-Jul-18	19-Jul-18	Change
Jaipur (Plant delivery)	14000	13500	500
Kandla (FOR Rs/MT)	14500	14100	400

Mumbai Oil Meal Quotes:			
Rs/M.T.	20-Jul-18	19-Jul-18	Change
G.N. Extr (45%)	Unq	Unq	-
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	20800	20600	200
Rice Bran Extr.	Unq	Unq	-

Sunflower Extr.	22000	21700	300
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	29739	30260	-521
Castor Extr.	5415	5115	300

Outlook: *The oil meal basket is expected to remain sideways in coming days.*

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