

### Happy Diwali to all!!!

Cash soymeal market continued to gain taking bullish cues from soybean. CBOT soymeal has lost its all gains after trump tweet in the last two trade and hasn't gained as much as CBOT soybean is. CBOT soybean might be compensating to bean which has remained relatively bullish as compared to bean over its robust domestic demand.

- Weakness in Argentinean meal has led to widening spreads with Indian meal and is currently at \$27 per ton but good enough to absorb the freight advantage India is having towards the exports destination markets.
- Current premium still has the potential for robust exports demand of Indian soymeal. Further prospects of exports to Iran and China have remained bright and Indian exporters have the space to enjoy premium with MEIS in place which can be used effectively in the soymeal trade negotiations.
- According to SEA, India's oilmeal exports in October fell 58 percent from a year earlier to 84,143 tonnes. Soymeal exports have been reported at 33898 tons as against 71425 tons last year in the same time frame. Exports have been sharp low due to limited stocks available with the exporters in contrast with last year to crush and exports.
- Rape meal exports have been reported at 25234 tons almost falling by 3/4<sup>th</sup> m-o-m but slightly up y-o-y. Last year India exported 22731 tons of rapemeal in the Oct month.
- Iranian state-owned animal feed importer SLAL purchased around 200,000 tonnes of soymeal from India in October in directly-negotiated deals for immediate delivery. The purchases as anticipated was over the US sanctions and to ensure there were sufficient supplies in the country. The U.S. sanctions, has complicated even approved trade such as food.
- With higher soy oil prices buoyed by the back to back import duty hike the Indian soybean crush margins are handsome and which has resulted in heavy crushing and also working in full capacity to meet the exports demand.
- Demand from broilers and layers farmers is also going to increase the farmers pulling up their socks to meet peak winter demand.
- Lower crush of groundnut will result in lower availability of GN meal and thus replacement demand for the Soymeal is going to be high. Moreover the rape meal export is also high and the same applies here also.
- As the international sun meal prices was ruling at rock bottom levels India managed to import record sunmeal. In Calendar year 2016 India imported 2.68 lakh tons and in 2017 2.2 lakh tons against just 20 thd tons in 2015. However the imports in 2018 has drastically declined due to the rise in Chinese demand of Ukrainian Sunmeal which has resulted in almost doubling of the Ukrainian Sun meal price especially after US-China trade war.

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	06-Nov-18	05-Oct-18	Parity To
Indore - 45%, Jute Bag	27370	25500	Gujarat, MP
Kota - 45%, PP Bag	27500	26500	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	28800	27300	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	28300	27000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	29000	26500	Andhra, AP, Kar, TN
Latur	29800	27000	-
Sangli	#N/A	27000	Local and South
Solapur	28800	26700	Local and South

Akola – 45%, PP Bag	27500	26000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	28500	26600	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	27300	26300	-

**Soy DOC at Ports**

Centers	Port Price		
	05-Nov-18	02-Nov-18	Change
Kandla (FOR) (INR/MT)	28600	28400	200
Kandla (FAS) (USD/MT)	391	390	2
CNF Indonesia – Yellow SBM (USD/MT)	383	375	8

Rapeseed Meal	05-Nov-18	02-Nov-18	Change
FAS Kandla (USD/MT)	225	225	Unch
FOR Kandla (Rs/MT)	16400	16500	-100
FOR Mundra (Rs/MT)	16800	16900	-100
CNF Indonesia (USD/MT)	244	242	2

**International Soy DOC**

Argentina FOB USD/MT	05-Nov-18	02-Nov-18	Change
Soybean Pellets	335	336	-1
Soybean Cake Flour	335	336	-1
Soya Meal	334	338	-4
Soy Expellers	334	338	-4

**Sunflower (DOC) Rates**

Centers	Ex-factory rates (Rs/ton)		
	06-Nov-18	05-Oct-18	Change
Adoni	Closed	21500	-
Khamgaon	Closed	0	-
Parli	Closed	0	-
Latur	Closed	0	-

Groundnut Meal (Rs/MT)	06-Nov-18	05-Oct-18	Change
Basis 45%, Saurashtra	Closed	22500	-
Basis 40%, Saurashtra	Closed	20000	-
GN Cake, Gondal	Closed	23000	-

Mustard DOC	06-Nov-18	05-Oct-18	Change
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Jaipur (Plant delivery)	Closed	15500	-
Kandla (FOR Rs/MT)	Closed	16200	-

**Mumbai Oil Meal Quotes:**

Rs/M.T.	06-Nov-18	05-Oct-18	Change
G.N. Extr (45%)	Unq	0	-
Kardi Extr	Unq	0	-
Undec Cottonseed Exp	21500	20000	1500
Rice Bran Extr.	Unq	0	-
Sunflower Extr.	21500	19000	2500
Rapeseed Extr.	Unq	0	-
Soymeal 48%	28696	26609	2087
Castor Extr.	Unq	5850	-

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

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