

- Steady to weak trends are witnessed in soymeal complex due to moderate demand in the market. Firm trends are witnessed in International markets.
- As per USDA release data, soybean meal exports slid in the last four months and are likely to stay subdued through September 2019 due to poor overseas demand and uncompetitive pricing. However, Indian soymeal may appeal to those who are willing to pay a more for the non-genetically modified tag and shorter transit time. The export basket will include 2 MMT of soymeal, a little less than 1 MMT of rapeseed meal, and some quantity of groundnut meal. During the first 10 months of MY 2018/19, total oil meal exports (including surface transport) have risen eight percent to 2.3 MMT.
- Rapeseed meal exports grew this year due to improved demand from South Korea, Thailand, and Vietnam. Post expects that by September 2019, India will be able to sell a little less than 1 MMT. Currently, it is quoted at \$220/MT (July, FOB Indian port) and is very competitive compared to \$225/MT (July, FOB Hamburg) quoted by international suppliers.
- As per USDA, The July 2019 FOB quote for India soybean meal is \$440/MT as against \$330/MT (average) quoted by international suppliers in the United States and Brazil. Between the two, U.S. soymeal is selling at an eight percent premium. Estimated soymeal exports to reach 1.7 MMT, which is 0.2 MMT less than originally forecast in April 2019. Poor soybean export sales will weigh on total oilmeal exports and therefore estimate has revised down total oilmeal exports for MY 2018/19 to 2.6 MMT against its April 2019 annual forecast of 2.9 MMT.
- During the week (Aug 16 -Aug 22, 2019) US sold 52,600 MT for 2018-19, resulting in increases for Vietnam (48,000 MT, switched from unknown destinations), Mexico (22,700 MT), the Philippines (7,500 MT), Jamaica (6,600 MT), and Guatemala (6,300 MT, including 5,500 MT switched from Honduras, 3,000 MT switched from El Salvador, 600 MT switched from Panama, and decreases of 200 MT), were partially offset by reductions for unknown destinations (49,500 MT) and Honduras (11,900 MT). For 2019/2020, net sales of 245,400 MT were primarily for the Philippines (90,600 MT), unknown destinations (61,500 MT), Ecuador (30,000 MT), Guatemala (24,400 MT), and Canada (13,400 MT). Exports of 295,300 MT were up noticeably from the previous week and up 59 percent from the prior 4-week average. The destinations were primarily to the Philippines (96,500 MT), Mexico (41,700 MT), Colombia (39,000 MT), Guatemala (29,900 MT), and Dominican Republic (26,800 MT).
- As per Solvent Extractors' Association of India latest report, the export of oilmeals during July 2019 is provisionally reported at 166,301 tons compared to 215,716 tons in July, 2018 i.e. down by 23%. The overall export of oilmeals during April-July 2019 is reported at 851,070 tons compared to 966,874 tons in April-July 2018 i.e. down by 12%. The export of castor seed meal during April-July 2019 is reported at 229,820 tonnes compared to 75,597 tonnes in April-July 2018, being mainly exported to South Korea. The export of soybean meal during April-July 2019 is reported at 182,631 tonnes compared to 312,126 tonnes in April-July 2018. The export of rapeseed meal during April-July 2019 is reported at 358,426 tonnes compared to 401,996 tonnes in April-July 2018. The export of Rice bran extract during April-July 2019 is reported at 79903 tonnes compared to 1,73,937 in April-July 2018.
- As per SEA, During April-July 2019 Vietnam imported 120,889 tons of oilmeals (compared to 228,627 tons); consisting of 1,892 tons of soybean meal, 71,683 tons of rapeseed meal and 47,314 tons of De-oiled Rice Bran Extraction. South Korea imported 365,652 tons of oilmeals (compared to 198,304 tons); consisting 13,282 tons of soybean meal, 162,487 tons of rapeseed meal and 189,883 tons of castor seed meal. Thailand imported 107,607 tons of oilmeals (compared to 129,661 tons) consisting 88,595 tons of rapeseed meal, 17,581 tons of Rice Bran Extractions and 1,431 tons of soybean meal.
- Kandla handled exports of 349,922 tons (41 per cent), Mundra of 268,348 tons (32 per cent), Mumbai including JNPT of 57,372 tons (8 per cent) while Kolkata of 71,458 tons (8 per cent). Others ports handled 103,970 tons (12 per cent) of exports in the April -July period.
- As per NOPA, U.S. soybean crushing likely declined for a third straight month in June by 154 million bushels. Crush forecasts for June ranged from 147.937 million to 164.500 million bushels, with a median estimate of 152.200 million bushels which is less from the May crush of 154.796 million bushels and a crush of 159.228 million bushels in June 2018.
- Indian Soymeal premium quoted higher side by \$144 per ton over Argentinean meal with Indian meal bullishness producing the premium rather than Argentinean meal bearishness. Such premiums may limit bookings of Indian Soymeal for forward as well as spot market.

### Soy DOC Rates at Different Centers

Centres	Ex-factory rates (Rs/ton)		
	05-Sep-19	04-Sep-19	Parity To
Indore - 45%, Jute Bag	31600	31500	Gujarat, MP
Kota - 45%, PP Bag	32400	32400	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	34000	34000	Mumbai, Maharashtra

Nagpur - 45%, PP Bag	33000	33000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	34000	34000	Andhra, AP, Kar, TN
Latur	33300	34300	-
Sangli	33100	33300	Local and South
Solapur	33000	33300	Local and South
Akola – 45%, PP Bag	32700	33000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	34000	34000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	32200	32200	-

#### Soy DOC at Ports

Centers	Port Price		
	04-Sep-19	03-Sep-19	Change
Kandla (FOR) (INR/MT)	33600	33700	-100
Kandla (FAS) (USD/MT)	445	440	5
CNF Indonesia – Yellow SBM (USD/MT)	460	455	5

Rapeseed Meal	04-Sep-19	03-Sep-19	Change
FAS Kandla (USD/MT)	217	218	-1
FOR Kandla (Rs/MT)	15700	15700	Unch
FOR Mundra (Rs/MT)	16100	16100	Unch
CNF Indonesia (USD/MT)	236	237	-1

#### International Soy DOC

Argentina FOB USD/MT	04-Sep-19	03-Sep-19	Change
Soybean Pellets	302	298	4
Soybean Cake Flour	302	298	4
Soya Meal	301	297	4
Soy Expellers	301	297	4

#### Sunflower (DOC) Rates

Centers	Ex-factory rates (Rs/ton)		
	05-Sep-19	04-Sep-19	Change
Adoni	25000	25000	Unch
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	Unq	Unq	-

#### Groundnut Meal (Rs/MT)

	05-Sep-19	04-Sep-19	Change
Basis 45%, Saurashtra	28000	28000	Unch
Basis 40%, Saurashtra	26000	26000	Unch

GN Cake, Gondal	28000	28000	Unch
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Mustard DOC	05-Sep-19	04-Sep-19	Change
Jaipur (Plant delivery)	15300	15400	-100
Kandla (FOR Rs/MT)	15600	15700	-100

Mumbai Oil Meal Quotes:			
Rs/M.T.	05-Sep-19	04-Sep-19	Change
G.N. Extr (45%)	28000	28000	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	34000	34000	Unch
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	23000	23000	Unch
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	32870	32870	Unch
Castor Extr.	7000	7000	Unch

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