

- Firm trends are witnessed in Oilmeal complex at most of the trading centers due to improved demand. Firm trends are witnessed in International Markets.
- As per the Solvent Extractors' Association of India the export of oilmeals during August 2019 is provisionally reported at 98,871 tons compared to 359,752 tons in August, 2018 i.e. down by 73%. The overall export of oilmeals during April-Aug., 2019 is reported at 1,016,682 tons compared to 1,326,626 tons in April-Aug., 2018 i.e. down by 23%. This is mainly due to higher price of domestic produce soybean meal. This make the domestic oilmeal expensive in international market compare to other origins. The export of castor seed meal has increased to 247,820(188,040) tons, mainly exported to South Korea.
- During April-August 2019 Vietnam imported 147,869 tons of oilmeals (compared to 265,699 tons); consisting of 2,411 tons of soybean meal, 88,087 tons of rapeseed meal and 53,929 tons of De-oiled Rice Bran Extraction. South Korea imported 398,048 tons of oilmeals (compared to 431,084 tons); consisting 18,367 tons of soybean meal, 184,512 tons of rapeseed meal and 195,169 tons of castor seed meal. Thailand imported 118,178 tons of oilmeals (compared to 135,229 tons) consisting 97,229 tons of rapeseed meal, 17,581 tons of Rice Bran Extractions and 3,368 tons of soybean meal.
- The export from Kandla is reported at 399,127 tons (39%), followed by Mundra handled 322,915 tons (32%), and Mumbai including JNPT handled 77,981 tons (8%) and Kolkata handled 78,073 tons (8%) and Others Ports handled 138,586 tons (14%).
- As per Mustard Oil Producers Association of India mills crushed 575,000 tn mustard seed in August, up 15% on year, around 10% higher than 525,000 tn mustard crushed in July. A rise in demand for mustard meal from exporters and a pick-up in purchases by oil millers led to higher crushing. Farmers brought 515,000 tn mustard to markets in August, lower than 685,000 tn in the year-ago period. In Rajasthan, the top producer, total supply of mustard seed was 190,000 tn in August, in Uttar Pradesh 85,000 tn, and in Madhya Pradesh 60,000 tn. Stock with farmers, processors, stockists and state-run agencies were at 3.8 mln tn in August, compared with 2.6 mln tn in the year ago period. The association has estimated mustard output in the country at 8.1 mln tn in 2018-19, up from 7.1 mln tn in the previous year. However, this is lower than 9.3 mln tn, which is what the farm ministry forecast in its fourth advance estimate.
- 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 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 \$145 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) |           |   |
|                                    | 11-Sep-19                 | 10-Sep-19 | Parity To   |
| Indore - 45%, Jute Bag             | 32400                     | 31000     | Gujarat, MP   |
| Kota - 45%, PP Bag                 | 33000                     | 32400     | Rajasthan, Del, Punjab, Haryana                     |
| Dhulia/Jalna - 45%, PP Bag         | 35000                     | 34000     | Mumbai, Maharashtra                                 |
| Nagpur - 45%, PP Bag               | 33600                     | 33000     | Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN |
| Nanded                             | 34000                     | 34000     | Andhra, AP, Kar, TN                                 |
| Latur                              | 34000                     | 33000     | -   |
| Sangli                             | 33800                     | 33000     | Local and South                                     |
| Solapur                            | 33500                     | 32800     | Local and South                                     |
| Akola – 45%, PP Bag                | 32900                     | 32300     | Andhra, Chattisgarh, Orissa, Jharkhand, WB          |
| Hingoli                            | 33500                     | 33500     | Andhra, Chattisgarh, Orissa, Jharkhand, WB          |
| Bundi                              | 32800                     | 32200     | -   |

| Soy DOC at Ports                    |            |           |        |
|-------------------------------------|------------|-----------|--------|
| Centers                             | Port Price |           |        |
|                                     | 10-Sep-19  | 09-Sep-19 | Change |
| Kandla (FOR) (INR/MT)               | 33800      | 32800     | 1000   |
| Kandla (FAS) (USD/MT)               | 445        | 435       | 10     |
| CNF Indonesia – Yellow SBM (USD/MT) | 455        | 450       | 5      |

| Rapeseed Meal          | 10-Sep-19 | 09-Sep-19 | Change |
|------------------------|-----------|-----------|--------|
| FAS Kandla (USD/MT)    | 217       | 217       | Unch   |
| FOR Kandla (Rs/MT)     | 15700     | 15650     | 50     |
| FOR Mundra (Rs/MT)     | 16050     | 16000     | 50     |
| CNF Indonesia (USD/MT) | 238       | 236       | 2      |

| International Soy DOC |           |           |        |
|-----------------------|-----------|-----------|--------|
| Argentina FOB USD/MT  | 10-Sep-19 | 09-Sep-19 | Change |
| Soybean Pellets       | 301       | 297       | 4      |
| Soybean Cake Flour    | 301       | 297       | 4      |
| Soya Meal             | 300       | 295       | 5      |
| Soy Expellers         | 300       | 295       | 5      |

| Sunflower (DOC) Rates | Ex-factory rates (Rs/ton) |           |        |
|-----------------------|---------------------------|-----------|--------|
| Centers               | 11-Sep-19                 | 10-Sep-19 | Change |

|          |       |       |      |
|----------|-------|-------|------|
| Adoni    | 24800 | 24800 | Unch |
| Khamgaon | Unq   | Unq   | -    |
| Parli    | Unq   | Unq   | -    |
| Latur    | Unq   | Unq   | -    |

| Groundnut Meal (Rs/MT) | 11-Sep-19 | 10-Sep-19 | Change |
|------------------------|-----------|-----------|--------|
| Basis 45%, Saurashtra  | 28000     | Closed    | -      |
| Basis 40%, Saurashtra  | 26000     | Closed    | -      |
| GN Cake, Gondal        | 28000     | Closed    | -      |

| Mustard DOC             | 11-Sep-19 | 10-Sep-19 | Change |
|-------------------------|-----------|-----------|--------|
| Jaipur (Plant delivery) | 15300     | 15300     | Unch   |
| Kandla (FOR Rs/MT)      | 15650     | 15650     | Unch   |

| Mumbai Oil Meal Quotes: |           |           |        |
|-------------------------|-----------|-----------|--------|
| Rs/M.T.                 | 11-Sep-19 | 10-Sep-19 | Change |
| G.N. Extr (45%)         | 28000     | 27500     | 500    |
| Kardi Extr              | Unq       | Unq       | -      |
| Undec Cottonseed Exp    | 35000     | 35000     | Unch   |
| Rice Bran Extr.         | Unq       | Unq       | -      |
| Sunflower Extr.         | 23000     | 23000     | Unch   |
| Rapeseed Extr.          | Unq       | Unq       | -      |
| Soymeal 48%             | 32870     | 32348     | 522    |
| Castor Extr.            | 6750      | 7050      | -300   |

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