

- Mixed trend depicted on Soymeal complex today due to mixed sentiments in domestic market. Fall in international soymeal prices weigh on prices.
- During the week (Sep 6 -12, 2019) US sold 93,700 MT for 2018/2019, resulting in increases for the El Salvador (17,100 MT, including 700 MT switched from Guatemala), Colombia (15,500 MT), Mexico (12,800 MT), Uruguay (11,500 MT), and Vietnam (9,500 MT), were partially offset by reductions for the French West Indies (6,200 MT), the Dominican Republic (4,200 MT), Nicaragua (3,000 MT), and Qatar (1,000 MT). For 2019/2020, net sales of 342,100 MT were primarily for Mexico (203,600 MT), the Philippines (40,000 MT), the Dominican Republic (26,700 MT), Costa Rica (25,900 MT), and Canada (12,800 MT). Exports of 195,900 MT were up 41 percent from the previous week, but down 2 percent from the prior 4-week average. The destinations were primarily to Mexico (38,400 MT), Ecuador (32,000 MT), Venezuela (30,000 MT), the Dominican Republic (21,500 MT), and Canada (21,300 MT).
- As per recent WASDE report, Soybean meal production of India is estimated lower at 7.76 million tons for 2019/20 compared to previous year record i.e. 7.85 million tons. It is higher from 6.16 million tons in 2017/18 season. India may export 1.90 million tons Soymeal in 2019/20 lower from 2.30 million tons as in previous year. Domestic consumption of the country may stand at 5.80 million tons higher from 5.48 million tons in 2018/19.
- 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 makes the domestic oilmeal expensive in international market compared 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.
- 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.
- As per NOPA recent data, NOPA members have crushed total 168.08 million bushels of Soybeans in August 2019 which is slight lower than 168.09 million bushels in July 2019 however it is above than 158.88 million bushels in previous year record. Soybean oil stocks declined slightly more than expected in August 2019 to a 21-month low of 1.401 billion pounds lower against 1.467 billion pounds at the end of July 2019 and 1.623 billion pounds at the end of August 2018. Soymeal exports has been reported down in August 2019 to 699,212 tons from a six-month high of 879,319 tons in July 2019 and 761,899 tons exported in August 2018.
- Indian Soymeal premium quoted higher side by \$151 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)		
	26-Sep-19	25-Sep-19	Parity To
Indore - 45%, Jute Bag	34000	35500	Gujarat, MP
Kota - 45%, PP Bag	38200	37000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	38000	37000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	37700	37000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	37500	36000	Andhra, AP, Kar, TN
Latur	37800	37000	-
Sangli	36200	35400	Local and South
Solapur	36000	36000	Local and South
Akola – 45%, PP Bag	36000	36200	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	36300	36500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	37000	36800	-

Soy DOC at Ports			
Centers	Port Price		
	25-Sep-19	24-Sep-19	Change
Kandla (FOR) (INR/MT)	33800	33800	Unch
Kandla (FAS) (USD/MT)	Unq	450	-
CNF Indonesia – Yellow SBM (USD/MT)	Unq	462	-

Rapeseed Meal	25-Sep-19	24-Sep-19	Change
FAS Kandla (USD/MT)	Unq	224	-
FOR Kandla (Rs/MT)	Unq	16300	-
FOR Mundra (Rs/MT)	Unq	16600	-
CNF Indonesia (USD/MT)	Unq	252	-

International Soy DOC			
Argentina FOB USD/MT	25-Sep-19	24-Sep-19	Change
Soybean Pellets	297	299	-2
Soybean Cake Flour	297	299	-2
Soya Meal	297	299	-2
Soy Expellers	297	299	-2

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	26-Sep-19	25-Sep-19	Change
Adoni	26300	26000	300

Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	Unq	Unq	-

Groundnut Meal (Rs/MT)	26-Sep-19	25-Sep-19	Change
Basis 45%, Saurashtra	28000	28000	Unch
Basis 40%, Saurashtra	26000	26000	Unch
GN Cake, Gondal	28500	28500	Unch

Mustard DOC	26-Sep-19	25-Sep-19	Change
Jaipur (Plant delivery)	16400	16000	400
Kandla (FOR Rs/MT)	16800	16500	300

Mumbai Oil Meal Quotes:			
Rs/M.T.	26-Sep-19	25-Sep-19	Change
G.N. Extr (45%)	28500	28500	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	38000	38000	Unch
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	22500	22000	500
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	37565	36000	1565
Castor Extr.	6500	6350	150

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