

- Steady to weak tone are seen in Soymeal complex on lower demand today. However, rise in international soymeal prices may lend the support further domestic prices to rise.
- During the week (Sep 13 -19, 2019) US sold 43,500 MT for 2018/2019 resulting in increases for Canada (19,000 MT, including decreases of 700 MT), Colombia (13,100 MT, including decreases of 1,000 MT), Ecuador (8,200 MT), the Dominican Republic (7,000 MT, including 6,000 MT switched from unknown destinations and decreases of 400 MT), and Burma (5,800 MT), were partially offset by reductions for Japan (30,100 MT), unknown destinations (2,500 MT), and Guatemala (1,200 MT). For 2019/2020, net sales of 120,800 MT were primarily for Colombia (30,500 MT), the Philippines (30,000 MT), Ecuador (29,000 MT), Mexico (11,800 MT), and the Dominican Republic (10,000 MT). Exports of 197,700 MT were up 1 percent from the previous week, but down 11 percent from the prior 4-week average. The destinations were primarily to Vietnam (50,700 MT), the Dominican Republic (37,500 MT), Colombia (37,300 MT), Mexico (23,400 MT), and Canada (20,900 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 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.
- 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 \$153 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)		
	28-Sep-19	27-Sep-19	Parity To
Indore - 45%, Jute Bag	34000	34000	Gujarat, MP
Kota - 45%, PP Bag	37700	38200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	38000	38500	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	38500	38500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	37500	37500	Andhra, AP, Kar, TN
Latur	37500	38000	-
Sangli	37000	37000	Local and South
Solapur	36200	36200	Local and South
Akola – 45%, PP Bag	37500	37500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	37000	36300	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	36500	37000	-

Soy DOC at Ports			
Centers	Port Price		
	27-Sep-19	26-Sep-19	Change
Kandla (FOR) (INR/MT)	34700	34700	Unch
Kandla (FAS) (USD/MT)	Unq	Unq	-
CNF Indonesia – Yellow SBM (USD/MT)	Unq	Unq	-

Rapeseed Meal	27-Sep-19	26-Sep-19	Change
FAS Kandla (USD/MT)	Unq	Unq	-
FOR Kandla (Rs/MT)	Unq	Unq	-
FOR Mundra (Rs/MT)	Unq	Unq	-
CNF Indonesia (USD/MT)	Unq	Unq	-

International Soy DOC			
Argentina FOB USD/MT	27-Sep-19	26-Sep-19	Change
Soybean Pellets	295	295	Unch
Soybean Cake Flour	295	295	Unch
Soya Meal	297	291	6
Soy Expellers	297	291	6

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	28-Sep-19	27-Sep-19	Change
Adoni	26300	26300	Unch

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

Groundnut Meal (Rs/MT)	28-Sep-19	27-Sep-19	Change
Basis 45%, Saurashtra	28000	28000	Unch
Basis 40%, Saurashtra	26000	26000	Unch
GN Cake, Gondal	28500	28500	Unch

Mustard DOC	28-Sep-19	27-Sep-19	Change
Jaipur (Plant delivery)	16300	16500	-200
Kandla (FOR Rs/MT)	16500	16800	-300

Mumbai Oil Meal Quotes:			
Rs/M.T.	28-Sep-19	27-Sep-19	Change
G.N. Extr (45%)	29000	29500	-500
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	37000	38000	-1000
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	22000	22000	Unch
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	37565	37565	Unch
Castor Extr.	Unq	6650	-

#### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2019 Indian Agribusiness Systems Ltd.