

- Steady to weak tones are extended in Soybean complex today on dull demand of south based traders. Demand in international markets (mainly in South East Asian countries) is very low due to higher domestic prices. As per SOPA, the Directorate General of Foreign Trade (DGFT) has stopped giving 7% MEIS benefit for export of soybean meal with effect from August 1, 2019 and de-activated the web portal for filing of such claims online. As a result exporters are suffering from huge losses.
- As per NOPA recent data, NOPA members have crushed total 175.39 million bushels of Soybeans in October 2019 which is higher than 152.56 million bushels in September 2019 on account of harvesting period of time. It is also higher from 172.34 million bushels in October 2018. However, crushing margin is lower because of higher soybean prices in U.S. Crushers have faced less competition for beans from exporters. Soybean oil stocks declined to 1.423 billion pounds at the end of October against 1.442 billion pounds in last month and 1.503 billion pounds at the end of October 2018. Soybean exports have been reported higher in October 2019 at 894,817 tons from 844,584 tons in September 2019 and 967,174 tons exported in October 2018.
- During the week (Nov 1-7, 2019) US sold total 345,300 MT for the 2019/2020, primarily for the Philippines (137,900 MT), Colombia (64,100 MT, including 14,500 MT switched from unknown destinations and decreases of 700 MT), Japan (30,900 MT, including decreases of 100 MT), El Salvador (23,500 MT, including decreases of 200 MT), and Panama (13,700 MT), were partially offset by reductions for unknown destinations (4,500 MT), Malaysia (600 MT), and Trinidad (300 MT). For 2020/2021, total net sales of 500 MT were for Japan. Exports of 276,200 MT were primarily to the Philippines (47,800 MT), Guatemala (33,400 MT), Japan (27,600 MT), Mexico (23,900 MT), and Canada (23,700 MT).
- Soybean production of the country is likely to stand at 62.78 lakh tonnes. Carry over stock of Soybean is estimated at 1.59 lakh tonnes and 1.37 lakh tons of carry forward stocks. While export sea and land may stand at 10 lakh tonnes lower output and noncompetitive prices in world market. India had exported total 22 lakh tonnes in last year in 2018-19 season. Domestic consumption of Soybean (Food) is estimated at 5.50 lakh tonnes and 47.50 lakh tonnes for Feed. In October month, India has exported total 0.50 lakh tonnes of Soybean lower against 1.31 in Oct 2018 on lower overseas demand.
- As per USDA, the U.S. season-average soybean price for 2019/20 is forecast unchanged at \$9.00 per bushel. The soybean meal price is forecast at \$325.00 per short ton, up \$20.00. The soybean oil price forecast is raised 0.5 cents to 30.0 cents per pound. U.S. Gulf FOB soybean export bids in October averaged \$358/ton, up \$22 from September. Brazil Paranaguá averaged \$372/ton, up \$10 from September. Argentina Up River FOB averaged \$354/ton, up \$6. U.S. soybean meal export bids in October averaged \$339/ton, up \$9 from September.
- As per recent report of USDA, India may produce lower Soybean to 6.4 million tonnes in 2019/20 compared to 7.6 million tonnes in 2018/19 season. The estimate is lower from 7.7 million tonnes in Oct month estimates due to less lower supplies of Soybean in this season. Domestic consumption is forecast at 5.35 million tonnes for this season higher from 5.2 million tonnes in previous year record however it is lower from previous month record i.e. 5.8 million tonnes due to less demand.
- As per recent SEA report, India shipped Oilmeals lower by 39% to 105,085 tons in October 2019 against 233,867 tons in September 2018. The overall export of oilmeals during April-Oct. 2019 is reported at 1,392,564 tons compared to 1,732,916 tons in April-Oct.2018 i.e. down by 24%. This is mainly due to disparity in export of oilmeals, specifically soybean meal due to higher MSP of beans which makes the domestic soybean meal expensive in international market compared to other origin. The export of castor seed meal has increased to 301,666(210,371) tons, mainly exported to South Korea.
- During April-October 2019, Vietnam imported 192,440 tons of oilmeals (compared to 338,292 tons); consisting of 3668 tons of soybean meal, 124,590 tons of rapeseed meal and 64,182 tons of De-oiled Rice Bran Extraction. South Korea imported 557,510 tons of oilmeals (compared to 472,935 tons); consisting 27,326 tons of soybean meal, 253,523 tons of rapeseed meal and 276,661 tons of castor seed meal. Thailand imported 130,715 tons of oilmeals (compared to 198,798 tons) consisting 111,367 tons of rapeseed meal, 17,581 tons of Rice Bran Extractions and 1,767 tons of soybean meal.
- During April-October 2019, the export from Kandla is reported at 518,525 tons lower (37%), followed by Mundra handled 450,064 tons (31%), and Mumbai including JNPT handled 98,394 tons (7%) and Kolkata handled 89,833 tons (7%) and Others Ports handled 235,748 tons (17%).
- Indian Soybean premium quoted higher side by \$126 per ton over Argentinean meal with Indian meal bullishness producing the premium rather than Argentinean meal bearishness. Such premiums may limit bookings of Indian Soybean for forward as well as spot market.

**Soy DOC Rates at Different Centers**

Centres	Ex-factory rates (Rs/ton)		
	22-Nov-19	21-Nov-19	Parity To
Indore - 45%, Jute Bag	31000	31500	Gujarat, MP
Kota - 45%, PP Bag	32800	33000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	33800	33800	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	32600	32600	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	33000	33200	Andhra, AP, Kar ,TN
Latur	34200	34200	-
Sangli	33300	33600	Local and South
Solapur	33700	33500	Local and South
Akola – 45%, PP Bag	31500	31500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	34000	34000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	32600	32800	-

**Soy DOC at Ports**

Centers	Port Price		
	21-Nov-19	20-Nov-19	Change
Kandla (FOR) (INR/MT)	33000	32800	200
Kandla (FAS) (USD/MT)	450	445	5
CNF Indonesia – Yellow SBM (USD/MT)	480	480	Unch

Rapeseed Meal	21-Nov-19	20-Nov-19	Change
FAS Kandla (USD/MT)	246	246	Unch
FOR Kandla (Rs/MT)	17700	17700	Unch
FOR Mundra (Rs/MT)	18100	18000	100
CNF Indonesia (USD/MT)	264	265	-1

**International Soy DOC**

Argentina FOB USD/MT	21-Nov-19	20-Nov-19	Change
Soybean Pellets	324	323	1
Soybean Cake Flour	324	323	1
Soya Meal	324	323	1
Soy Expellers	324	323	1

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	22-Nov-19	21-Nov-19	Change
Adoni	23800	23800	Unch
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	Unq	Unq	-

Groundnut Meal (Rs/MT)	22-Nov-19	21-Nov-19	Change
Basis 45%, Saurashtra	28000	28000	Unch
Basis 40%, Saurashtra	26000	26000	Unch
GN Cake, Gondal	28500	29000	-500

Mustard DOC	22-Nov-19	21-Nov-19	Change
Jaipur (Plant delivery)	17400	17400	Unch
Kandla (FOR Rs/MT)	17700	17700	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	22-Nov-19	21-Nov-19	Change
G.N. Extr (45%)	27000	27000	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	23800	24000	-200
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	21500	21000	500
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	32870	32870	Unch
Castor Extr.	5900	5900	Unch

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