

- Soymeal prices showed mixed trend on mixed sentiments today. Higher soybean prices of this season have led soymeal products to be more costly. Domestic soymeal prices are 25% higher so far against Brazil, Argentina and US markets which is discouraging exporters.
- During the week (Nov.15-21, 2019) US sold 53% lower soybean cake and meal to 93,200 MT for 2019/2020 from the previous week and 62% from the prior 4-week average. Increases primarily for Peru (40,000 MT, including decreases of 10,000 MT), Guatemala (31,900 MT, including 8,100 MT switched from Honduras and 1,300 MT switched from El Salvador), Colombia (12,200 MT, including 11,000 MT switched from unknown destinations and decreases of 10,700 MT), Canada (8,400 MT), and the Dominican Republic (7,700 MT, including decreases of 2,000 MT), were partially offset by reductions for Mexico (17,100 MT), unknown destinations (11,000 MT), and Costa Rica (3,000 MT). Exports of 213,700 MT were primarily to Colombia (73,300 MT), Mexico (46,400 MT), Ecuador (32,400 MT), Canada (13,500 MT), and Guatemala (13,100 MT).
- 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. Soymeal exports has 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.
- Soymeal production of the country is likely to stand at 62.78 lakh tonnes. Carry over stock of Soymeal 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 Soymeal (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 Soymeal 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 Paranagua 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 Soymeal 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 Soymeal premium quoted higher side by \$128 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) | | |
| | 5-Dec-19 | 4-Dec-19 | Parity To |
| Indore - 45%, Jute Bag | 32500 | 32500 | Gujarat, MP |
| Kota - 45%, PP Bag | 33200 | 33400 | Rajasthan, Del, Punjab, Haryana |
| Dhulia/Jalna - 45%, PP Bag | 34600 | 34700 | Mumbai, Maharashtra |
| Nagpur - 45%, PP Bag | 33900 | 34500 | Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN |
| Nanded | 34200 | 34700 | Andhra, AP, Kar ,TN |
| Latur | 34700 | 35800 | - |
| Sangli | 34500 | 34500 | Local and South |
| Solapur | 34300 | 34000 | Local and South |
| Akola – 45%, PP Bag | 32900 | 33300 | Andhra, Chattisgarh, Orrisa,Jharkhand, WB |
| Hingoli | 34200 | 34500 | Andhra, Chattisgarh, Orrisa,Jharkhand, WB |
| Bundi | 33000 | 33200 | - |

| Soy DOC at Ports | | | |
|-------------------------------------|------------|----------|--------|
| Centers | Port Price | | |
| | 4-Dec-19 | 3-Dec-19 | Change |
| Kandla (FOR) (INR/MT) | Unq | Unq | - |
| Kandla (FAS) (USD/MT) | Unq | Unq | - |
| CNF Indonesia – Yellow SBM (USD/MT) | Unq | Unq | - |

| Rapeseed Meal | 4-Dec-19 | 3-Dec-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 | 4-Dec-19 | 3-Dec-19 | Change |
| Soybean Pellets | 320 | 315 | 5 |
| Soybean Cake Flour | 320 | 315 | 5 |
| Soya Meal | 319 | 314 | 5 |
| Soy Expellers | 319 | 314 | 5 |

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| Sunflower (DOC) Rates | Ex-factory rates (Rs/ton) | | |
|-----------------------|---------------------------|----------|--------|
| Centers | 5-Dec-19 | 4-Dec-19 | Change |
| Adoni | 24400 | 24400 | Unch |
| Khamgaon | Unq | Unq | - |
| Parli | Unq | Unq | - |
| Latur | Unq | Unq | - |

| Groundnut Meal (Rs/MT) | 5-Dec-19 | 4-Dec-19 | Change |
|------------------------|----------|----------|--------|
| Basis 45%, Saurashtra | 27500 | 27500 | Unch |
| Basis 40%, Saurashtra | 25500 | 25500 | Unch |
| GN Cake, Gondal | 28000 | 28000 | Unch |

| Mustard DOC | 5-Dec-19 | 4-Dec-19 | Change |
|-------------------------|----------|----------|--------|
| Jaipur (Plant delivery) | 17200 | 17400 | -200 |
| Kandla (FOR Rs/MT) | 17500 | 17800 | -300 |

| Mumbai Oil Meal Quotes: | | | |
|-------------------------|----------|----------|--------|
| Rs/M.T. | 5-Dec-19 | 4-Dec-19 | Change |
| G.N. Extr (45%) | 26500 | 26500 | Unch |
| Kardi Extr | Unq | Unq | - |
| Undec Cottonseed Exp | 21000 | 21500 | -500 |
| Rice Bran Extr. | Unq | Unq | - |
| Sunflower Extr. | 23500 | 23000 | 500 |
| Rapeseed Extr. | Unq | Unq | - |
| Soymeal 48% | 33913 | 33704 | 209 |
| Castor Extr. | 5750 | 5800 | -50 |

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