

- Weak tone are extended in soymeal complex on dull demand of south based traders today.
- As per to Container Corporation of India Ltd (CONCOR), export consignment of soybean derivatives declined to almost half in December 2019 as compared to previous year in the corresponding period of time. Total shipments of soybean derivatives has fallen to 3000 containers during September to December 2019 compared to 3417 containers in last year in the same period of time. A lot of export consignment goes through road directly to the port however volumes was reported lower due to limited supplies and high prices in international market.
- As per NOPA recent data, NOPA members have crushed total 174.81 million bushels of Soybeans in December 2019 which is higher from 164.90 million bushels in November 2019. It is also higher from 171.75 million bushels in December 2018. Crushing is above than the average trade estimate of 171.64 million bushels, based on data gathered by Reuters from 8 analysts. It was also above all trade estimates that ranged from 168.21 million to 174.03 million bushels, with a median of 171.5 million. Soybean oil stocks rose to 1.75 billion pounds at the end of December against 1.44 billion pounds in November month and 1.498 billion pounds at the end of December 2018. Soymeal exports has been reported higher in December 2019 at 902,534 tons against 868,769 tons in November 2019 and 826,404 tons exported in December 2018.
- During the week (Jan.3-2020 to 9 Jan, 2020) US sold higher soybean cake and meal to 375,200 MT for 2019/2020 from the previous week and prior 4-week average. Increases primarily for the Philippines (100,600 MT), unknown destinations (44,200 MT), Guatemala (38,500 MT), Canada (31,600 MT, including decreases of 300 MT), Mexico (31,300 MT), were offset by reductions for Peru (3,800 MT). Exports of 253,400 MT were primarily to the Philippines (50,200 MT), Peru (49,200 MT), Colombia (37,100 MT), Ecuador (32,600 MT), and Mexico (23,600 MT).
- As per SOPA, 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, U.S. soybean meal export bids in December averaged \$344/ton, up \$5 from November. Brazil Paranagua FOB averaged \$326/ton, up \$7 from November, and Argentina Up River FOB averaged \$331/ton, up \$12. The U.S. and Brazil FOB soybean price spread has narrowed as Brazil's FOB soybean price averaged 2 percent above U.S. prices, slightly less than 3 percent last month.
- 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 unchanged from Dec. month. Domestic consumption is forecast at 5.35 million tonnes for this season higher from 5.2 million tonnes in previous year record.
- As per recent SEA report, India shipped Oilmeals lower by 79% to 67,562 tons in December 2019 against 324,927 tons in December 2018. The overall export of oilmeals during April-Dec. 2019 is reported at 1,802,434 tons compared to 2,411,248 tons in April-Dec.2018 i.e. down by 25%. 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. However, the export of castor seed meal has increased by 60% to 469,248 against 292,511 tons.
- During April-December 2019, Vietnam imported 228,553 tons of oilmeals (compared to 473,010 tons); consisting of 5316 tons of soybean meal, 144,570 tons of rapeseed meal and 78,667 tons of De-oiled Rice Bran Extraction. South Korea imported 709,312 tons of oilmeals (compared to 578,443 tons); consisting 37,616 tons of soybean meal, 294,758 tons of rapeseed meal and 376,938 tons of castor seed meal. Thailand imported 176,555 tons of oilmeals (compared to 258,400 tons) consisting 155,959 tons of rapeseed meal, 17,581 tons of Rice Bran Extractions and 3015 tons of soybean meal.
- During April-December 2019, the export from Kandla is reported at 656,067 tons lower (36%), followed by Mundra handled 588,547 tons (33%), and Mumbai including JNPT handled 130,267 tons (7%) and Kolkata handled 105,786 tons (6%) and Others Ports handled 321,767 tons (18%).
- Indian Soymeal premium quoted higher side by \$101 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.

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| Soy DOC Rates at Different Centers |                           |           |   |
|------------------------------------|---------------------------|-----------|---|
| Centres                            | Ex-factory rates (Rs/ton) |           |   |
|                                    | 24-Jan-20                 | 23-Jan-20 | Parity To   |
| Indore - 45%, Jute Bag             | 33000                     | 33500     | Gujarat, MP   |
| Kota - 45%, PP Bag                 | 34200                     | 34700     | Rajasthan, Del, Punjab, Haryana                     |
| Dhulia/Jalna - 45%, PP Bag         | 34800                     | 35200     | Mumbai, Maharashtra                                 |
| Nagpur - 45%, PP Bag               | 34500                     | 35000     | Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN |
| Nanded                             | 35000                     | 35500     | Andhra, AP, Kar, TN                                 |
| Latur                              | 35500                     | 35200     | -   |
| Sangli                             | 35500                     | 35800     | Local and South                                     |
| Solapur                            | 36500                     | 36400     | Local and South                                     |
| Akola – 45%, PP Bag                | 34500                     | 34800     | Andhra, Chattisgarh, Orissa, Jharkhand, WB          |
| Hingoli                            | 35800                     | 35800     | Andhra, Chattisgarh, Orissa, Jharkhand, WB          |
| Bundi                              | 34000                     | 34500     | -   |

| Soy DOC at Ports                    |            |           |        |
|-------------------------------------|------------|-----------|--------|
| Centers                             | Port Price |           |        |
|                                     | 23-Jan-20  | 22-Jan-20 | Change |
| Kandla (FOR) (INR/MT)               | Unq        | Unq       | -      |
| Kandla (FAS) (USD/MT)               | Unq        | Unq       | -      |
| CNF Indonesia – Yellow SBM (USD/MT) | Unq        | Unq       | -      |

| Rapeseed Meal          | 23-Jan-20 | 22-Jan-20 | 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  | 23-Jan-20 | 22-Jan-20 | Change |
| Soybean Pellets       | 337       | 336       | 1      |
| Soybean Cake Flour    | 337       | 336       | 1      |
| Soya Meal             | 339       | 338       | 1      |
| Soy Expellers         | 339       | 338       | 1      |

| Sunflower (DOC) Rates | Ex-factory rates (Rs/ton) |           |        |
|-----------------------|---------------------------|-----------|--------|
| Centers               | 24-Jan-20                 | 23-Jan-20 | Change |
| Adoni                 | 23800                     | 23800     | Unch   |

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|          |       |       |      |
|----------|-------|-------|------|
| Khamgaon | Unq   | Unq   | -    |
| Parli    | Unq   | Unq   | -    |
| Latur    | 23600 | 23600 | Unch |

| Groundnut Meal (Rs/MT) | 24-Jan-20 | 23-Jan-20 | Change |
|------------------------|-----------|-----------|--------|
| Basis 45%, Saurashtra  | 28000     | 28000     | Unch   |
| Basis 40%, Saurashtra  | 26000     | 26000     | Unch   |
| GN Cake, Gondal        | 29000     | 29000     | Unch   |

| Mustard DOC             | 24-Jan-20 | 23-Jan-20 | Change |
|-------------------------|-----------|-----------|--------|
| Jaipur (Plant delivery) | 15300     | 15300     | Unch   |
| Kandla (FOR Rs/MT)      | 15700     | 15700     | Unch   |

| Mumbai Oil Meal Quotes: |           |           |        |
|-------------------------|-----------|-----------|--------|
| Rs/M.T.                 | 24-Jan-20 | 23-Jan-20 | Change |
| G.N. Extr (45%)         | 26500     | 26500     | Unch   |
| Kardi Extr              | Unq       | Unq       | -      |
| Undec Cottonseed Exp    | 22500     | 22800     | -300   |
| Rice Bran Extr.         | Unq       | Unq       | -      |
| Sunflower Extr.         | 21000     | 21000     | Unch   |
| Rapeseed Extr.          | Unq       | Unq       | -      |
| Soymeal 48%             | 34435     | 34957     | -522   |
| Castor Extr.            | 4750      | 4750      | Unch   |

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