

Soy Meal Fundamentals: Steady tone witnessed in the domestic soymeal market. Soy meal (Indore) remained flat at Rs.32,000/MT for a week on steady buying.

- Dull trade activity is witnessed due to the nation-wide COVID-19 lockdown to contain the spread of coronavirus pandemic.
- India's soymeal shipments may fall to around 500,000 tonnes in 2019-20 (Oct-Sep), less than one fourth of the year-ago figure of 2.1 million tonnes due to slack in demand from traditional overseas buyers amid ongoing lockdowns, said, Soybean Processors Association of India Chairman Davish Jain..
- As per recent SEA report, India shipped Oilmeals lower by 74% to 76,017 tons in February 2020 against 294,510 tons in February 2019. India shipped total 20,309 tons of soymeal, 40,585 tons of Rapeseed meal, 3500 tons of Rice Bran Ext., 11,623 tons of castor seed meal in Feb 2020. The overall export of oilmeals during April-Feb. 2020 is reported 25% lower to 2,200,690 tons compared to 2,941,971 tons in April-Feb.2019 on account of 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 50% to 505,194 against 359,351 tons in Apr-to Feb 2020 compared to last season.
- 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 non-competitive 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.
- Indian Soymeal premium quoted higher side by \$96 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.
- During the week (Apr.17 to April 23, 2020) US sold 29,800 MT for 2019/2020 were primarily for Morocco (9,000 MT), the Dominican Republic (4,900 MT, including decreases of 200 MT), Colombia (4,700 MT), Jamaica (3,500 MT), and South Korea (3,000 MT). Exports of 13,300 MT were down 54 percent from the previous week and 52 percent from the prior 4-week average. The destinations were primarily to Mexico (5,600 MT), El Salvador (3,300 MT), Nicaragua (2,000 MT), Colombia (1,800 MT), and Canada (500 MT).
- As per recent report of USDA, Soymeal production of India is kept unchanged at 6.6 million tonnes for 2019/20 in April month report however lower from 7.6 million tonnes in 2018/19 season. Domestic consumption is also placed unchanged at 5.49 million tonnes for this season like last month however higher from 5.2 million tonnes in previous year record.
- As per USDA, U.S. soybean meal export bids in March averaged \$361/ton, higher \$27 from February on supply concern in Argentina. Brazil Paranagua FOB averaged \$337/ton, up \$20 from February, and Argentina Up River FOB averaged higher by \$18 to \$348/ton.

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	02-May-20	01-May-20	Parity To
Indore - 45%, Jute Bag	32000	32000	Gujarat, MP
Kota - 45%, PP Bag	32700	32700	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	33800	34000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	33200	33200	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	34500	34300	Andhra, AP, Kar, TN
Latur	34500	34500	-
Sangli	33600	33800	Local and South
Solapur	33000	33000	Local and South
Akola – 45%, PP Bag	32700	33000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	34500	34500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	32500	32500	-

Soy DOC at Ports			
Centers	Port Price		
	01-May-20	30-Apr-20	Change
Kandla (FOR) (INR/MT)	32000	32000	Unch
Kandla (FAS) (USD/MT)	445	445	Unch
CNF Indonesia – Yellow SBM (USD/MT)	Unq	Unq	-

Rapeseed Meal	01-May-20	30-Apr-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	-

May 04, 2020

International Soy DOC			
Argentina FOB USD/MT	01-May-20	30-Apr-20	Change
Soybean Pellets	320	320	Unch
Soybean Cake Flour	320	320	Unch
Soya Meal	306	306	Unch
Soy Expellers	306	306	Unch

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	02-May-20	01-May-20	Change
Adoni	23200	23200	Unch
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	22800	22800	Unch

Groundnut Meal (Rs/MT)	02-May-20	01-May-20	Change
Basis 45%, Saurashtra	Closed	Closed	-
Basis 40%, Saurashtra	Closed	Closed	-
GN Cake, Gondal	Closed	Closed	-

Mustard DOC	02-May-20	01-May-20	Change
Jaipur (Plant delivery)	16500	16500	Unch
Kandla (FOR Rs/MT)	17300	17300	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	02-May-20	01-May-20	Change
G.N. Extr (45%)	28000	28000	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	23000	23000	Unch
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	20000	20500	-500
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	33391	33391	Unch
Castor Extr.	Unq	Unq	-

Outlook: The domestic soy meal prices will continue to featured range-bound with weak bias on COVID-19 concerns in near-term.

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> © 2020 Indian Agribusiness Systems Ltd.