

**Soy Meal Fundamentals:** Mostly steady tone witnessed in the domestic soymeal cash market Monday. Soymeal (Indore) was quoted flat at Rs. 32,300/MT compare to the previous trading day. No major developments happened in the soymeal cash markets. Limited buying activity continues to be in the market due to the nationwide COVID-19 lockdown to contain the spread of coronavirus pandemic. Soymeal demand have severely hit due to the slack in demand from poultry sector with subsequent fall in poultry demand mainly due to coronavirus pandemic.

- India's oilmeal shipments fell by 54% to 177,003 tonnes in March'20 from a year earlier, as soymeal exports declined due to higher domestic prices, provisional data released by SEA reported the figures.
- India's oilmeal exports during the 2019-20 fiscal year beginning April declined 27% to 2.43 million tonnes, said the Solvent Extractors' Association of India.
- In the SEA- Globoil second Webinar on Demand – supply situation of oilmeals and future outlook Dr, Davish Jain and Dr. BV Mehta said raised concern on the oversupply of the soymeal in the remaining marketing season.
- Mr. Balram Singh Yadav, MD Godrej Agrovet Ltd. said that if the COVID situation improves the poultry demand can bounce back to 60-65% by July'20.
- 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.
- SOPA reported that, India's 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.
- US soymeal shipments in April fell to 890,931 tons, from 973,741 tons in March. In April 2019, soymeal exports were 763,203 tons, according to NOPA.
- During the week (May 01 to May 07, 2020) US sold soybean cake and meal 101,400 MT for 2019/2020 were down 23 percent from the previous week and 27 percent from the prior 4-week average. Increases primarily for Colombia (33,000 MT, including decreases of 8,500 MT), unknown destinations (16,000 MT), Canada (14,000 MT), the Dominican Republic (12,100 MT, including decreases of 5,400 MT), and Mexico (10,200 MT), were offset by reductions for Ecuador (5,000 MT), El Salvador (2,800 MT), and Japan (2,100 MT). For 2020/2021, net sales of 18,800 MT were for Colombia (9,000 MT), unknown destinations (5,000 MT), and Panama (4,800 MT). Exports of 174,500 MT were down 33 percent from the previous week and 30 percent from the prior 4-week average. The destinations were primarily to the Philippines (55,500 MT), Mexico (25,400 MT), Canada (18,800 MT), Peru (16,500 MT), and the Dominican Republic (14,600 MT).
- In the May'20 report, USDA has kept India's soymeal production at 6.64 million tonnes for 2019/20 in lower from 7.68 million tonnes in 2018/19 season. Domestic consumption is also placed unchanged at 5.49 million tonnes for this season which was estimated at 5.28 million tonnes last season.

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	18-May-20	16-May-20	Parity To
Indore - 45%, Jute Bag	32300	32300	Gujarat, MP
Kota - 45%, PP Bag	33200	33000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	33800	34200	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	33000	33500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	34000	34000	Andhra, AP, Kar, TN
Latur	33300	33500	-
Sangli	33000	33500	Local and South
Solapur	32300	32300	Local and South
Akola – 45%, PP Bag	32200	32300	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	34000	34000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	33000	32800	-

Soy DOC at Ports			
Centers	Port Price		
	16-May-20	15-May-20	Change
Kandla (FOR) (INR/MT)	34750	34750	Unch
Kandla (FAS) (USD/MT)	443	443	Unch
CNF Indonesia – Yellow SBM (USD/MT)	Unq	Unq	-

Rapeseed Meal	16-May-20	15-May-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	16-May-20	15-May-20	Change
Soybean Pellets	Closed	320	-
Soybean Cake Flour	Closed	320	-
Soya Meal	Closed	320	-
Soy Expellers	Closed	320	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)
-----------------------	---------------------------

May 19, 2020

Centers	18-May-20	16-May-20	Change
Adoni	22800	22800	Unch
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	22200	22200	Unch

Groundnut Meal (Rs/MT)	18-May-20	16-May-20	Change
Basis 45%, Saurashtra	29000	29000	Unch
Basis 40%, Saurashtra	26500	26500	Unch
GN Cake, Gondal	30500	30500	Unch

Mustard DOC	18-May-20	16-May-20	Change
Jaipur (Plant delivery)	15500	15700	-200
Kandla (FOR Rs/MT)	16300	16500	-200

Mumbai Oil Meal Quotes:			
Rs/M.T.	18-May-20	16-May-20	Change
G.N. Extr (45%)	28000	28000	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	25000	24500	500
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	20500	20500	Unch
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	33704	33704	Unch
Castor Extr.	Unq	Unq	-

**Outlook:** The domestic soy meal prices will continue to featured range-bound movement 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.