

**Soy Meal Fundamentals:** Weak trend continued in the domestic soymeal market on slack in demand Friday. Dull demand in poultry have led to the decline in domestic soymeal demand. Currently there is no sign of recovery in soymeal demand. Soymeal consumption is severely hit due to the slack in demand from poultry sector with subsequent fall in poultry demand mainly due to coronavirus pandemic. Soymeal (Indore) was quoted down at Rs. 31,000/MT compared to Rs. 31,500/MT the previous day.

- Given the domestic soybean stock, there is a bullish supply scenario in domestic soymeal.
- There is a weak overseas demand of the Indian origin soymeal. 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. India's oilmeal shipments fell 60% in April from a year earlier, as higher government-set oilseed MSP made the shipments uncompetitive. India exported 102,001 tonnes of oilmeal in April 2020, said the Solvent Extractors' Association of India.
- India's mustard meal exports fell 14% to 961,312 tonnes in 2019-20 (Apr-Mar) due to weak purchases by major buyers, according to data released by The Solvent Extractors' Association of India.
- 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.
- 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 22 to May 28, 2020) US net sales of 558,900 MT for 2019/2020 were up noticeably from the previous week and from the prior 4-week average. Increases primarily for the Philippines (392,700 MT, including 246,000 MT switched from unknown destinations), Libya (60,000 MT), Colombia (48,500 MT, including decreases of 2,600 MT and late 32,300 MT – see below), the Dominican Republic (27,300 MT, including decreases of 100 MT), and Venezuela (19,400 MT and late 10,400 MT – see below), were offset by reductions for unknown destinations (30,000 MT), Guatemala (7,900 MT), and Australia (7,000 MT). For 2020/2021, net sales of 25,000 MT for Colombia (19,300 MT), Thailand (3,200 MT), Guatemala (2,500 MT), El Salvador (1,800 MT), and Mexico (1,400 MT), were offset by reductions for unknown destinations (3,200 MT). Exports of 291,500 MT were up 30 percent from the previous week and 34 percent from the prior 4-week average. The destinations were primarily to the Philippines (81,300 MT), Colombia (65,800 MT), Guatemala (31,400 MT), Mexico (27,900 MT), and Canada (19,400 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)		
	12-Jun-20	11-Jun-20	Parity To
Indore - 45%, Jute Bag	31000	31500	Gujarat, MP
Kota - 45%, PP Bag	32000	32000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	33300	33300	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	32500	32800	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	33500	33500	Andhra, AP, Kar, TN
Latur	33000	33000	-
Sangli	32500	32500	Local and South
Solapur	31500	31500	Local and South
Akola – 45%, PP Bag	32000	32000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	33500	33500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	31800	31800	-

Soy DOC at Ports			
Centers	Port Price		
	11-Jun-20	10-Jun-20	Change
Kandla (FOR) (INR/MT)	33600	33600	Unch
Kandla (FAS) (USD/MT)	445	445	Unch
CNF Indonesia – Yellow SBM (USD/MT)	Unq	Unq	-

Rapeseed Meal	11-Jun-20	10-Jun-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	11-Jun-20	10-Jun-20	Change
Soybean Pellets	322	322	Unch
Soybean Cake Flour	322	322	Unch
Soya Meal	323	322	1
Soy Expellers	323	322	1

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)
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June 13, 2020

Centers	12-Jun-20	11-Jun-20	Change
Adoni	23000	23000	Unch
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	22500	22500	Unch

Groundnut Meal (Rs/MT)	12-Jun-20	11-Jun-20	Change
Basis 45%, Saurashtra	27500	28000	-500
Basis 40%, Saurashtra	25000	25500	-500
GN Cake, Gondal	28500	29500	-1000

Mustard DOC	12-Jun-20	11-Jun-20	Change
Jaipur (Plant delivery)	14400	14500	-100
Kandla (FOR Rs/MT)	14900	15000	-100

Mumbai Oil Meal Quotes:			
Rs/M.T.	12-Jun-20	11-Jun-20	Change
G.N. Extr (45%)	27000	27000	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	24000	24500	-500
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	20000	19500	500
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	32348	32870	-522
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.

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