

**Soy Meal Fundamentals:** Steady to weak sentiments featured in the domestic soymeal market due to the poor domestic and overseas demand Tuesday. Slack in 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 flat at Rs. 30,000/MT compared to 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 29 to June 4, 2020) US net sales of 207,900 MT for 2019/2020 were down 63 percent from the previous week and 15 percent from the prior 4-week average. Increases primarily for El Salvador (37,200 MT, including 11,000 MT switched from Guatemala, 5,000 MT switched from Honduras, 1,000 MT switched from Nicaragua, and decreases of 100 MT), the Philippines (32,200 MT, including decreases of 900 MT), Mexico (29,600 MT), Peru (25,200 MT), and Canada (23,700 MT, including decreases of 1,400 MT), were offset by reductions for Guatemala (10,000 MT), Honduras (4,400 MT), Qatar (1,600 MT), Nicaragua (1,000 MT), and Taiwan (500 MT). For 2020/2021, net sales reductions of 19,000 MT resulting in increases for Canada (300 MT), were more than offset by reductions for Colombia (19,300 MT). Exports of 181,800 MT were down 37 percent from the previous week and 19 percent from the prior 4-week average. The destinations were primarily to Morocco (32,300 MT), Mexico (28,800 MT), Colombia (26,600 MT), Canada (26,000 MT), and El Salvador (19,900 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.

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**Soy DOC Rates at Different Centers**

| Centres                    | Ex-factory rates (Rs/ton) |           |   |
|----------------------------|---------------------------|-----------|---|
|                            | 16-Jun-20                 | 15-Jun-20 | Parity To   |
| Indore - 45%, Jute Bag     | 30000                     | 30000     | Gujarat, MP   |
| Kota - 45%, PP Bag         | 30700                     | 31000     | Rajasthan, Del, Punjab, Haryana                     |
| Dhulia/Jalna - 45%, PP Bag | 33000                     | 33000     | Mumbai, Maharashtra                                 |
| Nagpur - 45%, PP Bag       | 32000                     | 32500     | Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN |
| Nanded                     | 33000                     | 33300     | Andhra, AP, Kar ,TN                                 |
| Latur                      | 32800                     | 32800     | -   |
| Sangli                     | 32000                     | 32000     | Local and South                                     |
| Solapur                    | 31300                     | 31000     | Local and South                                     |
| Akola – 45%, PP Bag        | 31500                     | 31000     | Andhra, Chattisgarh, Orrisa,Jharkhand, WB           |
| Hingoli                    | 33000                     | 33500     | Andhra, Chattisgarh, Orrisa,Jharkhand, WB           |
| Bundi                      | 30500                     | 30800     | -   |

**Soy DOC at Ports**

| Centers                             | Port Price |           |        |
|-------------------------------------|------------|-----------|--------|
|                                     | 13-Jun-20  | 12-Jun-20 | Change |
| Kandla (FOR) (INR/MT)               | 33600      | 33600     | Unch   |
| Kandla (FAS) (USD/MT)               | 445        | 445       | Unch   |
| CNF Indonesia – Yellow SBM (USD/MT) | Unq        | 0         | -      |

| Rapeseed Meal          | 13-Jun-20 | 12-Jun-20 | Change |
|------------------------|-----------|-----------|--------|
| FAS Kandla (USD/MT)    | Unq       | 0         | -      |
| FOR Kandla (Rs/MT)     | Unq       | 0         | -      |
| FOR Mundra (Rs/MT)     | Unq       | 0         | -      |
| CNF Indonesia (USD/MT) | Unq       | 0         | -      |

**International Soy DOC**

| Argentina FOB USD/MT | 13-Jun-20 | 12-Jun-20 | Change |
|----------------------|-----------|-----------|--------|
| Soybean Pellets      | Closed    | 322       | -      |
| Soybean Cake Flour   | Closed    | 322       | -      |
| Soya Meal            | Closed    | 324       | -      |
| Soy Expellers        | Closed    | 324       | -      |

**Sunflower (DOC) Rates**

| Ex-factory rates (Rs/ton) |           | Change        |
|---------------------------|-----------|---------------|
| Centers                   | 16-Jun-20 |               |
| Adoni                     | 22600     | 23000<br>-400 |

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|          |       |       |      |
|----------|-------|-------|------|
| Khamgaon | Unq   | Unq   | -    |
| Parli    | Unq   | Unq   | -    |
| Latur    | 22200 | 22600 | -400 |

| Groundnut Meal (Rs/MT) | 16-Jun-20 | 15-Jun-20 | Change |
|------------------------|-----------|-----------|--------|
| Basis 45%, Saurashtra  | 26500     | 27500     | -1000  |
| Basis 40%, Saurashtra  | 24000     | 25000     | -1000  |
| GN Cake, Gondal        | 28000     | 28500     | -500   |

| Mustard DOC             | 16-Jun-20 | 15-Jun-20 | Change |
|-------------------------|-----------|-----------|--------|
| Jaipur (Plant delivery) | 15000     | 14400     | 600    |
| Kandla (FOR Rs/MT)      | 15200     | 14900     | 300    |

| Mumbai Oil Meal Quotes: |           |           |        |
|-------------------------|-----------|-----------|--------|
| Rs/M.T.                 | 16-Jun-20 | 15-Jun-20 | Change |
| G.N. Extr (45%)         | 26500     | 27000     | -500   |
| Kardi Extr              | Unq       | Unq       | -      |
| Undec Cottonseed Exp    | 24000     | 23500     | 500    |
| Rice Bran Extr.         | Unq       | Unq       | -      |
| Sunflower Extr.         | 20500     | 20000     | 500    |
| Rapeseed Extr.          | Unq       | Unq       | -      |
| Soymeal 48%             | 31304     | 31304     | 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.

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