

Soy Meal Fundamentals: Domestic soymeal remained flat on steady to weak demand from major consuming sectors like poultry and feed manufacturers, Thursday. 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. 29,700/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.
- 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.

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	18-Jun-20	17-Jun-20	Parity To
Indore - 45%, Jute Bag	29700	29700	Gujarat, MP
Kota - 45%, PP Bag	30700	30700	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	33000	32800	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	31500	32000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	33000	33000	Andhra, AP, Kar, TN
Latur	32600	32600	-
Sangli	31800	31500	Local and South
Solapur	31300	31300	Local and South
Akola – 45%, PP Bag	30500	31000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	33000	33000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	30500	30500	-

Soy DOC at Ports			
Centers	Port Price		
	17-Jun-20	16-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	17-Jun-20	16-Jun-20	Change
FAS Kandla (USD/MT)	200	Unq	-
FOR Kandla (Rs/MT)	15250	Unq	-
FOR Mundra (Rs/MT)	15650	Unq	-
CNF Indonesia (USD/MT)	223	Unq	-

International Soy DOC			
Argentina FOB USD/MT	17-Jun-20	16-Jun-20	Change
Soybean Pellets	318	320	-2
Soybean Cake Flour	318	320	-2
Soya Meal	318	318	Unch
Soy Expellers	318	318	Unch

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Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	18-Jun-20	17-Jun-20	Change
Adoni	22700	22600	100
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	22200	22200	Unch

Groundnut Meal (Rs/MT)	18-Jun-20	17-Jun-20	Change
Basis 45%, Saurashtra	26500	26500	Unch
Basis 40%, Saurashtra	24000	24000	Unch
GN Cake, Gondal	28000	28000	Unch

Mustard DOC	18-Jun-20	17-Jun-20	Change
Jaipur (Plant delivery)	14700	14700	Unch
Kandla (FOR Rs/MT)	15300	15300	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	18-Jun-20	17-Jun-20	Change
G.N. Extr (45%)	26500	26500	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	24000	24000	Unch
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	20500	20500	Unch
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	33078	30991	2087
Castor Extr.	Unq	Unq	-

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

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