

Soy Meal Fundamentals: Steady sentiments featured in the domestic soymeal on flat demand from major consuming sectors like poultry and feed manufacturers, Saturday. 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 mustard meal shipments plunged 82% on year to 21,493 tonnes in April due to weak orders by major buyers, figures by the Solvent Extractors' Association of India. The data for the month of May is yet to be released by the association.
- 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)		
	20-Jun-20	19-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	32800	33000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	32000	31800	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	33000	33000	Andhra, AP, Kar ,TN
Latur	33000	32600	-
Sangli	31600	31800	Local and South
Solapur	31500	31500	Local and South
Akola – 45%, PP Bag	31600	31500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	33000	33000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	30500	30500	-

Soy DOC at Ports			
Centers	Port Price		
	19-Jun-20	18-Jun-20	Change
Kandla (FOR) (INR/MT)	32500	33600	-1100
Kandla (FAS) (USD/MT)	435	445	-10
CNF Indonesia – Yellow SBM (USD/MT)	442	445	-3

Rapeseed Meal	19-Jun-20	18-Jun-20	Change
FAS Kandla (USD/MT)	200	200	Unch
FOR Kandla (Rs/MT)	15400	15400	Unch
FOR Mundra (Rs/MT)	15800	15700	100
CNF Indonesia (USD/MT)	228	226	2

International Soy DOC			
Argentina FOB USD/MT	19-Jun-20	18-Jun-20	Change
Soybean Pellets	318	320	-2
Soybean Cake Flour	318	320	-2
Soya Meal	317	319	-2
Soy Expellers	317	319	-2

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	20-Jun-20	19-Jun-20	Change

June 22, 2020

Adoni	22600	22700	-100
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	22200	22300	-100

Groundnut Meal (Rs/MT)	20-Jun-20	19-Jun-20	Change
Basis 45%, Saurashtra	26500	26500	Unch
Basis 40%, Saurashtra	24000	24000	Unch
GN Cake, Gondal	28000	28000	Unch

Mustard DOC	20-Jun-20	19-Jun-20	Change
Jaipur (Plant delivery)	14700	14800	-100
Kandla (FOR Rs/MT)	15300	15400	-100

Mumbai Oil Meal Quotes:			
Rs/M.T.	20-Jun-20	19-Jun-20	Change
G.N. Extr (45%)	26500	26500	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	24000	24500	-500
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	20500	20500	Unch
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	30991	30991	Unch
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.*

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.