

Soy Meal Fundamentals: Soymeal fell on weak domestic and overseas demand. There is a dull demand from major consuming sectors like poultry and feed manufacturers. 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.
- During the week (June 05 to June 11, 2020) US net sales of 124,000 MT for 2019/2020 were down 40 percent from the previous week and 54 percent from the prior 4-week average. Increases primarily for Morocco (45,000 MT), the Philippines (24,100 MT), Canada (23,200 MT, including decreases of 600 MT), Ecuador (15,000 MT), and Peru (6,200 MT, including 6,600 MT switched from unknown destinations and decreases of 400 MT), were offset by reductions for unknown destinations (12,000 MT), El Salvador (6,000 MT), Jamaica (1,100 MT), and Belgium (600 MT). For 2020/2021, net sales of 58,000 MT were reported for Morocco (30,000 MT), Ecuador (20,000 MT), Guatemala (6,000 MT), Mexico (1,300 MT), and Canada (700 MT). Exports of 200,800 MT were up 11 percent from the previous week, but down 11 percent from the prior 4-week average. The destinations were primarily to the Philippines (50,200 MT), Jamaica (29,900 MT), Canada (23,200 MT), Mexico (20,400 MT), and Peru (18,200 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)		
	19-Jun-20	13-Jun-20	Parity To
Indore - 45%, Jute Bag	29700	30800	Gujarat, MP
Kota - 45%, PP Bag	30700	31800	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	33000	33300	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	31800	32100	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	33000	32600	Andhra, AP, Kar, TN
Latur	32600	33000	-
Sangli	31800	32500	Local and South
Solapur	31500	31300	Local and South
Akola – 45%, PP Bag	31500	32000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	33000	33500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	30500	31600	-

Soy DOC at Ports			
Centers	Port Price		
	19-Jun-20	13-Jun-20	Change
Kandla (FOR) (INR/MT)	32500	33600	-1100
Kandla (FAS) (USD/MT)	435	445	-10
CNF Indonesia – Yellow SBM (USD/MT)	442	0	442

Rapeseed Meal	19-Jun-20	13-Jun-20	Change
FAS Kandla (USD/MT)	200	0	200
FOR Kandla (Rs/MT)	15400	0	15400
FOR Mundra (Rs/MT)	15800	0	15800
CNF Indonesia (USD/MT)	228	0	228

International Soy DOC			
Argentina FOB USD/MT	19-Jun-20	13-Jun-20	Change
Soybean Pellets	318	322	-4

June 23, 2020

Soybean Cake Flour	318	322	-4
Soya Meal	317	324	-7
Soy Expellers	317	324	-7

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	19-Jun-20	13-Jun-20	Change
Adoni	22700	23000	-300
Khamgaon	0	0	Unch
Parli	0	0	Unch
Latur	22300	22600	-300

Groundnut Meal (Rs/MT)	19-Jun-20	13-Jun-20	Change
Basis 45%, Saurashtra	26500	27500	-1000
Basis 40%, Saurashtra	24000	25000	-1000
GN Cake, Gondal	28000	28500	-500

Mustard DOC	19-Jun-20	13-Jun-20	Change
Jaipur (Plant delivery)	14800	14400	400
Kandla (FOR Rs/MT)	15400	14900	500

Mumbai Oil Meal Quotes:			
Rs/M.T.	19-Jun-20	13-Jun-20	Change
G.N. Extr (45%)	26500	27000	-500
Kardi Extr	0	0	Unch
Undec Cottonseed Exp	24500	23500	1000
Rice Bran Extr.	0	0	Unch
Sunflower Extr.	20500	20000	500
Rapeseed Extr.	0	0	Unch
Soymeal 48%	30991	31513	-522
Castor Extr.	0	0	Unch

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

