

**Soy Meal Fundamentals:** Soymeal witnessed steady tone on flat demand Friday. 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) remained flat at Rs. 29,500/MT compared to 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.

Oilmeal Spot Prices			
Centres	Ex-factory rates (Rs/ton)		
	26-Jun-20	25-Jun-20	Parity To
Indore - 45%, Jute Bag	29500	29500	Gujarat, MP
Kota - 45%, PP Bag	30200	30400	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	32500	32700	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	31500	31500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	32800	33000	Andhra, AP, Kar, TN
Latur	32700	33000	-
Sangli	31800	32000	Local and South
Solapur	31400	31400	Local and South
Akola – 45%, PP Bag	30600	32000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	32500	33000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	30000	30200	-

Soy DOC at Ports			
Centers	Port Price		
	25-Jun-20	24-Jun-20	Change
Kandla (FOR) (INR/MT)	32500	32500	Unch
Kandla (FAS) (USD/MT)	440	440	Unch
CNF Indonesia – Yellow SBM (USD/MT)	440	442	-2

Rapeseed Meal	25-Jun-20	24-Jun-20	Change
FAS Kandla (USD/MT)	200	200	Unch
FOR Kandla (Rs/MT)	15300	15300	Unch
FOR Mundra (Rs/MT)	15700	15700	Unch
CNF Indonesia (USD/MT)	226	225	1

International Soy DOC			
Argentina FOB USD/MT	25-Jun-20	24-Jun-20	Change
Soybean Pellets	316	317	-1

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Soybean Cake Flour	316	317	-1
Soya Meal	315	317	-2
Soy Expellers	315	317	-2

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	26-Jun-20	25-Jun-20	Change
Adoni	22500	22500	Unch
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	22000	22000	Unch

Groundnut Meal (Rs/MT)	26-Jun-20	25-Jun-20	Change
Basis 45%, Saurashtra	26500	26500	Unch
Basis 40%, Saurashtra	24000	24000	Unch
GN Cake, Gondal	28000	28000	Unch

Mustard DOC	26-Jun-20	25-Jun-20	Change
Jaipur (Plant delivery)	14300	14100	200
Kandla (FOR Rs/MT)	15000	14800	200

Mumbai Oil Meal Quotes:			
Rs/M.T.	26-Jun-20	25-Jun-20	Change
G.N. Extr (45%)	27000	27000	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	23500	23500	Unch
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	20500	20500	Unch
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	30470	30783	-313
Castor Extr.	Unq	Unq	-

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

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