

**Soy Meal Fundamentals:** Steady to slightly firm sentiments featured in the domestic soymeal market, Thursday. 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 to Rs. 29,000/MT compared to the previous day.

- No major developments happened in the soymeal market. 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 12 to June 18, 2020) US net sales of 70,200 MT for 2019/2020--a marketing-year low--were down 43 percent from the previous week and 72 percent from the prior 4-week average. Increases primarily for Canada (15,800 MT, including decreases of 1,400 MT), Morocco (13,000 MT), Mexico (12,500 MT), the Philippines (8,100 MT), and Indonesia (8,100 MT), were offset by reductions primarily for unknown destinations (4,700 MT), the French West Indies (3,900 MT), and Nicaragua (1,000 MT). For 2020/2021, net sales of 12,000 MT for Ecuador (12,000 MT), Guatemala (500 MT), the Philippines (500 MT), and Canada (300 MT), were offset by reductions for Mexico (1,300 MT). Exports of 297,200 MT were up 48 percent from the previous week and 33 percent from the prior 4-week average. The destinations were primarily to the Philippines (71,100 MT), Mexico (42,200 MT), Ecuador (33,000 MT), Morocco (32,500 MT) and Libya (31,700 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)		
	02-Jul-20	01-Jul-20	Parity To
Indore - 45%, Jute Bag	29000	29000	Gujarat, MP
Kota - 45%, PP Bag	29400	29200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	32200	31800	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	31000	30500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	32500	32800	Andhra, AP, Kar, TN
Latur	32500	32000	-
Sangli	31500	31300	Local and South
Solapur	31200	31000	Local and South
Akola – 45%, PP Bag	30500	30000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	32000	32000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	29200	29000	-

Soy DOC at Ports			
Centers	Port Price		
	01-Jul-20	30-Jun-20	Change
Kandla (FOR) (INR/MT)	32500	32500	Unch
Kandla (FAS) (USD/MT)	440	440	Unch
CNF Indonesia – Yellow SBM (USD/MT)	438	435	3

Rapeseed Meal	01-Jul-20	30-Jun-20	Change
FAS Kandla (USD/MT)	202	202	Unch
FOR Kandla (Rs/MT)	15400	15300	100
FOR Mundra (Rs/MT)	15700	15700	Unch
CNF Indonesia (USD/MT)	230	230	Unch

International Soy DOC			
Argentina FOB USD/MT	01-Jul-20	30-Jun-20	Change

July 03, 2020

Soybean Pellets	327	319	8
Soybean Cake Flour	327	319	8
Soya Meal	325	319	6
Soy Expellers	325	319	6

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	02-Jul-20	01-Jul-20	Change
Adoni	22500	22500	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	22100	22100	Unch

Groundnut Meal (Rs/MT)	02-Jul-20	01-Jul-20	Change
Basis 45%, Saurashtra	27500	26500	1000
Basis 40%, Saurashtra	25000	24000	1000
GN Cake, Gondal	28000	28000	Unch

Mustard DOC	02-Jul-20	01-Jul-20	Change
Jaipur (Plant delivery)	14600	14200	400
Kandla (FOR Rs/MT)	15300	14900	400

Mumbai Oil Meal Quotes:			
Rs/M.T.	02-Jul-20	01-Jul-20	Change
G.N. Extr (45%)	26500	26500	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%	30260	30260	Unch
Castor Extr.	Unq	3400	-

**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.

#### 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.