

Soy Meal Fundamentals: Firm sentiments featured in the domestic soymeal market on good buying support, Thursday. However, some improvement of oilmeal exports in previous month remained supportive for the market. No major developments witnessed in the soymeal market. Dull demand continues from major consuming sectors like poultry and feed manufacturers. 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) prices improved to at Rs. 28,700/MT compared to Rs. 28,500/MT the previous day.

- The export of oilmeals from India during May 2020 is provisionally reported at 247,879 tons compared to 201,768 tons in May, 2019 i.e. up by 23%. The main reason in increased of oilmeals in May 2020 is sharp increase in export of rapeseed meal to 144,244 tons from 72,895 tons in May 2019. The overall export of oilmeals during April and May 2020 is provisionally reported at 349,880 tons compared to 456,353 tons during the same period of previous year i.e. down by 23% - SEA.
- During April-May 2020, South Korea imported 145,772 tons of oilmeals (compared to 173,475 tons); consisting of 115,827 tons of rapeseed meal, 21,451 tons of castorseed meal and 8,494 tons of soybean meal. Vietnam imported 85,092 tons of oilmeals (compared to 71,829 tons); consisting of 56,261 tons of De-oiled Rice Bran Extractions, 27,911 tons of rapeseed meal and small quantity of 920 tons of soybean meal. U.S.A. imported 28,217 tons of oilmeals (compared to 33,092 tons); consisting of 27,997 tons of soybean meal and 220 tons of rapeseed meal and Taiwan imported 19,505 tons of oilmeals (compared to 22,955 tons); consisting of 15,486 tons of castorseed meal, 3,122 tons of rapeseed meal and 897 tons of soybean meal.
- Port-wise Export of Oilmeals : April-May 2020 (Provisional), released by SEA: The export from Kandla is reported at 127,214 tons (36%), followed by Mundra handled 84,534 tons (24%), Mumbai including JNPT handled 22,080 tons (6%), Kolkata handled 59,615 tons (17%) and Others Ports handled 56,438 tons (16%).
- 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 (July 17 to July 23, 2020) US net sales of 260,900 MT for 2019/2020 were up noticeably from the previous week and from the prior 4-week average. Increases primarily for the Philippines (137,300 MT), Mexico (33,800 MT), Australia (25,000 MT), Canada (24,400 MT, including decreases of 300 MT), and Colombia (20,000 MT, including decreases of 200 MT), were offset by reductions for El Salvador (5,200 MT), Panama (3,400 MT), Belgium (1,500 MT), and the Dominican Republic (800 MT). For 2020/2021, net sales of 32,900 MT primarily for Canada (14,300 MT), Guatemala (11,800 MT), El Salvador (4,200 MT), Panama (3,400 MT), and the Philippines (2,000 MT), were offset by reductions for Morocco (5,000 MT). Exports of 185,300 MT were down 10 percent from the previous week and 19 percent from the prior 4-week average. The destinations were primarily to Colombia (41,700 MT), Morocco (30,600 MT), Canada (21,900 MT), Guatemala (21,800 MT), and Mexico (18,700 MT).

- In the July 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) | | |
| | 30-Jul-20 | 29-Jul-20 | Parity To |
| Indore - 45%, Jute Bag | 28700 | 28500 | Gujarat, MP |
| Kota - 45%, PP Bag | 30000 | 29700 | Rajasthan, Del, Punjab, Haryana |
| Dhulia/Jalna - 45%, PP Bag | 30700 | 30500 | Mumbai, Maharashtra |
| Nagpur - 45%, PP Bag | 30500 | 30500 | Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN |
| Nanded | 31700 | 31800 | Andhra, AP, Kar, TN |
| Latur | 31500 | 31500 | - |
| Sangli | 31000 | 31500 | Local and South |
| Solapur | 30700 | 30700 | Local and South |
| Akola – 45%, PP Bag | 29600 | 29500 | Andhra, Chattisgarh, Orissa, Jharkhand, WB |
| Hingoli | 31800 | 31800 | Andhra, Chattisgarh, Orissa, Jharkhand, WB |
| Bundi | 29800 | 29500 | - |

| Soy DOC at Ports | | | |
|-------------------------------------|------------|-----------|--------|
| Centers | Port Price | | |
| | 29-Jul-20 | 28-Jul-20 | Change |
| Kandla (FOR) (INR/MT) | 32500 | 32500 | Unch |
| Kandla (FAS) (USD/MT) | 445 | 445 | Unch |
| CNF Indonesia – Yellow SBM (USD/MT) | 415 | 415 | Unch |

| Rapeseed Meal | 29-Jul-20 | 28-Jul-20 | Change |
|---------------------|-----------|-----------|--------|
| FAS Kandla (USD/MT) | 215 | 212 | 3 |
| FOR Kandla (Rs/MT) | 16200 | 16000 | 200 |

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| | | | |
|------------------------|-------|-------|-----|
| FOR Mundra (Rs/MT) | 16600 | 16400 | 200 |
| CNF Indonesia (USD/MT) | 247 | 240 | 7 |

| International Soy DOC | | | |
|-----------------------|-----------|-----------|--------|
| Argentina FOB USD/MT | 29-Jul-20 | 28-Jul-20 | Change |
| Soybean Pellets | 330 | 333 | -3 |
| Soybean Cake Flour | 330 | 333 | -3 |
| Soya Meal | 327 | 328 | -1 |
| Soy Expellers | 327 | 328 | -1 |

| Sunflower (DOC) Rates | Ex-factory rates (Rs/ton) | | |
|-----------------------|---------------------------|-----------|--------|
| Centers | 30-Jul-20 | 29-Jul-20 | Change |
| Adoni | 22600 | 22600 | Unch |
| Khamgaon | NA | NA | - |
| Parli | NA | NA | - |
| Latur | 22200 | 22200 | Unch |

| Groundnut Meal (Rs/MT) | 30-Jul-20 | 29-Jul-20 | Change |
|------------------------|-----------|-----------|--------|
| Basis 45%, Saurashtra | 27500 | 27500 | Unch |
| Basis 40%, Saurashtra | 25000 | 25000 | Unch |
| GN Cake, Gondal | 28000 | 28000 | Unch |

| Mustard DOC | 30-Jul-20 | 29-Jul-20 | Change |
|-------------------------|-----------|-----------|--------|
| Jaipur (Plant delivery) | 15700 | 15300 | 400 |
| Kandla (FOR Rs/MT) | 16400 | 16300 | 100 |

| Mumbai Oil Meal Quotes: | | | |
|-------------------------|-----------|-----------|--------|
| Rs/M.T. | 30-Jul-20 | 29-Jul-20 | Change |
| G.N. Extr (45%) | 26000 | 26000 | Unch |
| Kardi Extr | NA | NA | - |
| Undec Cottonseed Exp | 22500 | 22000 | 500 |
| Rice Bran Extr. | NA | NA | - |
| Sunflower Extr. | 18500 | 18500 | Unch |
| Rapeseed Extr. | NA | NA | - |
| Soymeal 48% | 29948 | 29739 | 209 |
| Castor Extr. | 3950 | 3350 | 600 |

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-to-medium term.

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