

Soy Meal Fundamentals: Range-bound movement witnessed in the soymeal market on steady demand. Improved overseas demand in soymeal in last couple of months remained supportive for the meal to some extent in recent while. Overall slack in poultry consumption due to COVID pandemic has hit the local soymeal demand. We expect the poultry demand to gradually improve in coming days.

We expect India's soymeal export figures will be higher for November 2020 compared to October 2020.

- India's October 2020 soymeal exports improved by 89% to 120,290 metric tonnes compared to 63,800 metric tonnes in the same period last year. Further, it improved by 2.5% to 438,205 metric tonnes in aggregate, during the last six months (Apr.-Oct.) of financial year 2020-21 compared to 427,701 metric tonnes during the corresponding period last year.
- India's export of oilmeals for the month of October 2020 is reported at 317,394 metric tonnes compared to 238,992 metric tonnes in October 2019 i.e. up by 33%.
- The overall export of oilmeals during April to October 2020 is also reported up by 6% at 1,617,528 metric tonnes compared to 1,526,471 metric tonnes during the same period last year.
- US has turned out to be potential market for Indian organic soymeal. US was the largest importer of soymeal of Indian origin. In October 2020 India has shipped 131,394 metric tonnes of soymeal to the country. US is the largest producer of Genetic Modified (GM) soybean in the world, looking to India for supply of organic soybean meal.
- In-spite of tough competition in world market, export of rapeseed meal and ricebran extraction performed well, during the last seven months of financial year 2020-21.
- The export of rapeseed meal is reported at 729,799 metric tonnes against last year 607,786 metric tonnes during the same period i.e. up by 20%, and ricebran extraction is reported at 229,712 metric tonnes against last year 108,160 metric tonnes i.e. more than doubled (112%), higher processing of rapeseed oilcake and de-oiled ricebran increased availability for the export. The export of soybean meal is stagnant, while export of castorseed meal is still suffering.
- The global soy outlook is bullish with forecast of dry weather in Latin America and downward revision of the US 2020/21 crop which have been recently harvested and strong Chinese soy demand.

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	15-Dec-20	14-Dec-20	Parity To
Indore - 45%, Jute Bag	31800	31800	Gujarat, MP
Kota - 45%, PP Bag	33200	32800	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	34500	34500	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	33800	33800	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	33700	34000	Andhra, AP, Kar, TN
Latur	34000	34000	-
Sangli	33800	33800	Local and South
Solapur	32700	32700	Local and South
Akola – 45%, PP Bag	32800	32700	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	33500	33500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	33000	32600	-

Soy DOC at Ports			
Centers	Port Price		
	14-Dec-20	12-Dec-20	Change
Kandla (FOR) (INR/MT)	34500	34500	Unch
Kandla (FAS) (USD/MT)	485	485	Unch
CNF Indonesia – Yellow SBM (USD/MT)	505	505	Unch

Rapeseed Meal	14-Dec-20	12-Dec-20	Change
FAS Kandla (USD/MT)	280	280	Unch
FOR Kandla (Rs/MT)	20000	20000	Unch
FOR Mundra (Rs/MT)	20400	20400	Unch
CNF Indonesia (USD/MT)	318	318	Unch

International Soy DOC			
Argentina FOB USD/MT	14-Dec-20	12-Dec-20	Change
Soybean Pellets	446	Closed	-
Soybean Cake Flour	446	Closed	-
Soya Meal	444	Closed	-
Soy Expellers	444	Closed	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	15-Dec-20	14-Dec-20	Change
Adoni	24000	24000	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	23600	23600	Unch

Groundnut Meal (Rs/MT)	15-Dec-20	14-Dec-20	Change
Basis 45%, Saurashtra	24000	24000	Unch
Basis 40%, Saurashtra	21500	21500	Unch
GN Cake, Gondal	25000	25000	Unch

Mustard DOC	15-Dec-20	14-Dec-20	Change
Jaipur (Plant delivery)	18900	18900	Unch
Kandla (FOR Rs/MT)	19900	19900	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	15-Dec-20	14-Dec-20	Change
G.N. Extr (45%)	23500	23500	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	22000	22000	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	25000	25500	-500
Rapeseed Extr.	NA	NA	-
Soymeal 48%	33183	33183	Unch
Castor Extr.	4500	4650	-150

Outlook: The domestic soymeal prices are expected to feature range-bound movement with firm bias on recovery in soymeal export sales in near term. However, sluggish local demand from poultry will limit the gains.

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