

Soy Meal Fundamentals: Mostly steady sentiments witnessed in the domestic soymeal. 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.

- India's soymeal exports improved by +28% to 6,36,981 metric tonnes during last seven months (Apr.-Nov.) of the financial year 2020-21 compared to 4,97,116 metric tonnes during the corresponding period last year.
- 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)		
	19-Dec-20	18-Dec-20	Parity To
Indore - 45%, Jute Bag	32700	32700	Gujarat, MP
Kota - 45%, PP Bag	34200	34000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	35000	35000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	34500	34500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	34500	34500	Andhra, AP, Kar ,TN
Latur	36000	35500	-
Sangli	34300	34000	Local and South
Solapur	32700	32700	Local and South
Akola – 45%, PP Bag	33700	34000	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Hingoli	34000	34000	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Bundi	34000	33800	-

Soy DOC at Ports			
Centers	Port Price		
	18-Dec-20	17-Dec-20	Change
Kandla (FOR) (INR/MT)	35500	35500	Unch
Kandla (FAS) (USD/MT)	495	495	Unch
CNF Indonesia – Yellow SBM (USD/MT)	505	503	2

Rapeseed Meal	18-Dec-20	17-Dec-20	Change
FAS Kandla (USD/MT)	272	272	Unch
FOR Kandla (Rs/MT)	19000	19000	Unch
FOR Mundra (Rs/MT)	19400	19400	Unch
CNF Indonesia (USD/MT)	312	312	Unch

International Soy DOC			
Argentina FOB USD/MT	18-Dec-20	17-Dec-20	Change
Soybean Pellets	478	470	8
Soybean Cake Flour	478	470	8
Soya Meal	475	466	9

December 21, 2020

Soy Expellers	475	466	9
---------------	-----	-----	---

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	19-Dec-20	18-Dec-20	Change
Adoni	24000	24000	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	23600	23600	Unch

Groundnut Meal (Rs/MT)	19-Dec-20	18-Dec-20	Change
Basis 45%, Saurashtra	25000	25000	Unch
Basis 40%, Saurashtra	22000	22000	Unch
GN Cake, Gondal	26000	26000	Unch

Mustard DOC	19-Dec-20	18-Dec-20	Change
Jaipur (Plant delivery)	18600	18600	Unch
Kandla (FOR Rs/MT)	19600	19600	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	19-Dec-20	18-Dec-20	Change
G.N. Extr (45%)	24500	24000	500
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	22000	22000	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	24000	24500	-500
Rapeseed Extr.	NA	NA	-
Soymeal 48%	34435	34122	313
Castor Extr.	4250	4250	Unch

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.

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.