

**Soy Meal Fundamentals:** Firm sentiments are witnessed in the domestic soymeal on better offtake. 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.

International soymeal prices are appreciating due to the supply concerns and decline in Argentine soybean crushings and shipments in December 2020, following strike at crushing plants and export terminals. It has been over a fortnight since the workers have called on the strike on wage woes.

The Argentine soymeal prices have got dearer in last couple of months due to lean season, this has narrowed down the price spread of India vs Argentina, opening some exports window for India.

- India's November 2020 soymeal exports improved by +186% to 1,98,776 metric tonnes compared to 69,415 metric tonnes in the same period last year. Further, the soymeal shipments improved by +28% to 6,36,981 metric tonnes in aggregate, during the last seven months (Apr.-Nov.) of financial year 2020-21 compared to 49,7116 metric tonnes during the corresponding period last year.
- India's export of oilmeals for the month of November 2020 is reported at 3,31,171 metric tonnes compared to 2,08,401 metric tonnes in November 2019 i.e. up by +59%.
- The overall export of oilmeals during April to November 2020 is also reported up by +12% at 19,48,699 metric tonnes compared to 17,34,875 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 November 2020 India has shipped 1,49,747 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 in November'20 is reported at 45,050 metric tonnes against last year 73,235 metric tonnes during the same period i.e. down by -45%, and ricebran extraction is reported at 50,089 metric tonnes against last year 12,157 metric tonnes i.e. more than quadrupled (312%), higher processing of de-oiled ricebran increased availability for the export. Bangladesh re-emerging large importer of rapeseed-meal and ricebran. extraction.
- 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)		
	24-Dec-20	23-Dec-20	Parity To
Indore - 45%, Jute Bag	32700	32500	Gujarat, MP
Kota - 45%, PP Bag	34000	33700	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	34800	34500	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	34500	33800	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	34800	34500	Andhra, AP, Kar ,TN
Latur	35000	35500	-
Sangli	34300	34300	Local and South
Solapur	32700	32700	Local and South
Akola – 45%, PP Bag	33700	33500	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Hingoli	34000	34000	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Bundi	33800	33500	-

Soy DOC at Ports			
Centers	Port Price		
	23-Dec-20	22-Dec-20	Change
Kandla (FOR) (INR/MT)	35000	35000	Unch
Kandla (FAS) (USD/MT)	490	490	Unch
CNF Indonesia – Yellow SBM (USD/MT)	507	505	2

Rapeseed Meal	23-Dec-20	22-Dec-20	Change
FAS Kandla (USD/MT)	278	275	3
FOR Kandla (Rs/MT)	19600	19800	-200
FOR Mundra (Rs/MT)	20000	20200	-200
CNF Indonesia (USD/MT)	318	318	Unch

International Soy DOC			
Argentina FOB USD/MT	23-Dec-20	22-Dec-20	Change
Soybean Pellets	495	487	8
Soybean Cake Flour	495	487	8
Soya Meal	485	482	3
Soy Expellers	485	482	3

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	24-Dec-20	23-Dec-20	Change
Adoni	24500	24500	Unch

December 26, 2020

Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	24000	24000	Unch

Groundnut Meal (Rs/MT)	24-Dec-20	23-Dec-20	Change
Basis 45%, Saurashtra	24000	24000	Unch
Basis 40%, Saurashtra	21500	21500	Unch
GN Cake, Gondal	25000	25000	Unch

Mustard DOC	24-Dec-20	23-Dec-20	Change
Jaipur (Plant delivery)	19300	18700	600
Kandla (FOR Rs/MT)	19700	19500	200

Mumbai Oil Meal Quotes:			
Rs/M.T.	24-Dec-20	23-Dec-20	Change
G.N. Extr (45%)	24000	24000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	22000	22000	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	25000	24000	1000
Rapeseed Extr.	NA	NA	-
Soymeal 48%	34435	33913	522
Castor Extr.	4150	4150	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.