

**Soy Meal Fundamentals:** Firm 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.

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)		
	01-Jan-21	31-Dec-20	Parity To
Indore - 45%, Jute Bag	33200	32500	Gujarat, MP
Kota - 45%, PP Bag	34200	33700	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	35200	35000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	34800	34800	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	34500	34800	Andhra, AP, Kar, TN
Latur	36500	36000	-
Sangli	34200	34000	Local and South
Solapur	32700	32700	Local and South
Akola – 45%, PP Bag	34200	33200	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	34500	34000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	34000	33500	-

Soy DOC at Ports			
Centers	Port Price		
	31-Dec-20	29-Dec-20	Change
Kandla (FOR) (INR/MT)	35500	35500	Unch
Kandla (FAS) (USD/MT)	500	505	-5
CNF Indonesia – Yellow SBM (USD/MT)	518	507	11

Rapeseed Meal	31-Dec-20	29-Dec-20	Change
FAS Kandla (USD/MT)	276	277	-1
FOR Kandla (Rs/MT)	19900	20000	-100
FOR Mundra (Rs/MT)	20300	20400	-100
CNF Indonesia (USD/MT)	325	325	Unch

International Soy DOC			
Argentina FOB USD/MT	31-Dec-20	29-Dec-20	Change
Soybean Pellets	NA	507	-
Soybean Cake Flour	NA	507	-
Soya Meal	NA	485	-
Soy Expellers	NA	485	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	01-Jan-21	31-Dec-20	Change
Adoni	24500	24500	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	24000	24000	Unch

Groundnut Meal (Rs/MT)	01-Jan-21	31-Dec-20	Change
Basis 45%, Saurashtra	23500	23500	Unch
Basis 40%, Saurashtra	21000	21000	Unch
GN Cake, Gondal	24500	24500	Unch

Mustard DOC	01-Jan-21	31-Dec-20	Change
Jaipur (Plant delivery)	19700	19700	Unch
Kandla (FOR Rs/MT)	20000	20000	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	01-Jan-21	31-Dec-20	Change
G.N. Extr (45%)	24000	24000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	22500	22300	200
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	25000	25000	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	33704	33913	-209
Castor Extr.	4200	4200	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.

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