

**Soy Meal Fundamentals:** Domestic soymeal fell on slack in demand due to Avian-flu cases in North and Central Indian states. The state governments are conducting investigation to establish the facts. 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 crushing 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)		
	07-Jan-21	06-Jan-21	Parity To
Indore - 45%, Jute Bag	33500	34000	Gujarat, MP
Kota - 45%, PP Bag	34500	35200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	36000	36400	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	34800	35000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	35000	35000	Andhra, AP, Kar ,TN
Latur	36000	36500	-
Sangli	34500	34800	Local and South
Solapur	33600	33900	Local and South
Akola – 45%, PP Bag	34200	34500	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Hingoli	35000	35000	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Bundi	34300	35000	-

Soy DOC at Ports			
Centers	Port Price		
	06-Jan-21	05-Jan-21	Change
Kandla (FOR) (INR/MT)	37500	36900	600
Kandla (FAS) (USD/MT)	535	530	5
CNF Indonesia – Yellow SBM (USD/MT)	540	530	10

Rapeseed Meal	06-Jan-21	05-Jan-21	Change
FAS Kandla (USD/MT)	265	275	-10
FOR Kandla (Rs/MT)	18700	20500	-1800
FOR Mundra (Rs/MT)	20900	20800	100
CNF Indonesia (USD/MT)	340	330	10

International Soy DOC			
Argentina FOB USD/MT	06-Jan-21	05-Jan-21	Change
Soybean Pellets	516	510	6
Soybean Cake Flour	516	510	6
Soya Meal	509	507	2
Soy Expellers	509	507	2

January 08, 2021

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	07-Jan-21	06-Jan-21	Change
Adoni	25000	25000	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	24500	24500	Unch

Groundnut Meal (Rs/MT)	07-Jan-21	06-Jan-21	Change
Basis 45%, Saurashtra	23500	23500	Unch
Basis 40%, Saurashtra	21000	21000	Unch
GN Cake, Gondal	24500	24500	Unch

Mustard DOC	07-Jan-21	06-Jan-21	Change
Jaipur (Plant delivery)	20300	20500	-200
Kandla (FOR Rs/MT)	20800	21000	-200

Mumbai Oil Meal Quotes:			
Rs/M.T.	07-Jan-21	06-Jan-21	Change
G.N. Extr (45%)	24000	24000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	23500	23500	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	25000	25000	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	34957	35478	-521
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> © 2021 Indian Agribusiness Systems Ltd.