

**Soy Meal Fundamentals:** Firm sentiments witnessed in the domestic soymeal after the stock prices of the major poultry companies started heading upwards. The confirmed reports of Bird flu in the states Delhi, Gujarat, Haryana, Himachal Pradesh, Kerala, Madhya Pradesh, Maharashtra, Rajasthan, Uttar Pradesh and Uttarakhand may eventually hit the soymeal demand for short-term.

Besides, the chicken and meat market of the capital, one of the largest consuming centre have re-opened after the samples revealed no traces of bird flu.

Improved overseas demand in soymeal in last couple of months and firm global market 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 exported 599,630 tonnes of soymeal in the December quarter, nearly 154% more than a year ago - SOPA.
- 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)		
	18-Jan-21	16-Jan-21	Parity To
Indore - 45%, Jute Bag	35530	35200	Gujarat, MP
Kota - 45%, PP Bag	36200	36200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	37300	37000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	35500	35500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	36200	36000	Andhra, AP, Kar, TN
Latur	37000	36200	-
Sangli	35500	34800	Local and South
Solapur	33700	33700	Local and South
Akola – 45%, PP Bag	35300	35200	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	35500	35500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	36000	36000	-

Soy DOC at Ports			
Centers	Port Price		
	16-Jan-21	15-Jan-21	Change
Kandla (FOR) (INR/MT)	38000	38000	Unch
Kandla (FAS) (USD/MT)	540	540	Unch
CNF Indonesia – Yellow SBM (USD/MT)	562	562	Unch

Rapeseed Meal	16-Jan-21	15-Jan-21	Change
FAS Kandla (USD/MT)	275	275	Unch
FOR Kandla (Rs/MT)	19600	19600	Unch
FOR Mundra (Rs/MT)	19900	19900	Unch
CNF Indonesia (USD/MT)	328	328	Unch

International Soy DOC			
Argentina FOB USD/MT	16-Jan-21	15-Jan-21	Change
Soybean Pellets	Closed	540	-
Soybean Cake Flour	Closed	540	-
Soya Meal	Closed	544	-
Soy Expellers	Closed	544	-

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Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	18-Jan-21	16-Jan-21	Change
Adoni	25500	25500	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	25000	25000	Unch

Groundnut Meal (Rs/MT)	18-Jan-21	16-Jan-21	Change
Basis 45%, Saurashtra	23500	23500	Unch
Basis 40%, Saurashtra	21000	21000	Unch
GN Cake, Gondal	24500	24500	Unch

Mustard DOC	18-Jan-21	16-Jan-21	Change
Jaipur (Plant delivery)	18800	19000	-200
Kandla (FOR Rs/MT)	19400	19600	-200

Mumbai Oil Meal Quotes:			
Rs/M.T.	18-Jan-21	16-Jan-21	Change
G.N. Extr (45%)	25000	25000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	23200	23500	-300
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	25000	25000	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	36522	36522	Unch
Castor Extr.	4350	4500	-150

**Outlook:** The domestic soymeal prices are expected to feature range-bound movement with weak bias on outbreak of bird flu in several Indian states, in near term.

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