

Soy Meal Fundamentals: The domestic soymeal fell on weak off-take by the poultry units. 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. However, the oilmeal export figures of December 2020 are higher as compared to the same period last year.

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's December 2020 soymeal exports improved by +248% to 2,51,221 metric tonnes compared to 72,233 metric tonnes in the same period last year. Further, the soymeal shipments improved by +56% to 8,88,202 metric tonnes in aggregate, during the last eight months (Apr.-Dec.) of financial year 2020-21 compared to 5,69,349 metric tonnes during the corresponding period last year.
- India's export of oilmeals for the month of December 2020 is reported at 5,12,997 metric tonnes compared to 2,20,404 metric tonnes in December 2019 i.e. up by +13%.
- The overall export of oilmeals during April to December 2020 is also reported up by +26% at 24,61,696 metric tonnes compared to 19,55,276 metric tonnes during the same period last year.
- Of the total soymeal exports of 2,51,221 metric tonnes in December 2020, Bangladesh, Iran and US remained to top buyers with imports figures touching 43,794 metric tonnes, 42,000 metric tonnes and 26,051 metric tonnes respectively..
- In spite of tough competition in world market, export of rapeseed meal and ricebran extraction performed well, during the last eight months of financial year 2020-21.
- The export of rapeseed meal in December'20 is reported at 141866 metric tonnes against last year 60,178 metric tonnes during the same period i.e. down by +136%, and ricebran extraction is reported at 59470 metric tonnes against last year 43,891 metric tonnes i.e. +35% higher compared to the same period last year.
- The global soy outlook is bullish as the Latin America is hit by dry weather conditions, 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)		
	23-Jan-21	22-Jan-21	Parity To
Indore - 45%, Jute Bag	34500	34800	Gujarat, MP
Kota - 45%, PP Bag	35200	35700	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	36700	37000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	35600	36000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	35500	36000	Andhra, AP, Kar, TN
Latur	36500	36500	-
Sangli	35600	35600	Local and South
Solapur	33700	33700	Local and South
Akola – 45%, PP Bag	35000	35200	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	35500	35500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	35000	35500	-

Soy DOC at Ports

Centers	Port Price		
	22-Jan-21	21-Jan-21	Change
Kandla (FOR) (INR/MT)	37500	38000	-500
Kandla (FAS) (USD/MT)	535	550	-15
CNF Indonesia – Yellow SBM (USD/MT)	560	560	Unch

Rapeseed Meal	22-Jan-21	21-Jan-21	Change
FAS Kandla (USD/MT)	290	282	8
FOR Kandla (Rs/MT)	20600	20000	600
FOR Mundra (Rs/MT)	20900	20400	500
CNF Indonesia (USD/MT)	335	330	5

International Soy DOC

Argentina FOB USD/MT	22-Jan-21	21-Jan-21	Change
Soybean Pellets	491	508	-17
Soybean Cake Flour	491	508	-17
Soya Meal	485	502	-17
Soy Expellers	485	502	-17

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Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	23-Jan-21	22-Jan-21	Change
Adoni	25500	25500	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	25000	25000	Unch

Groundnut Meal (Rs/MT)	23-Jan-21	22-Jan-21	Change
Basis 45%, Saurashtra	24500	24500	Unch
Basis 40%, Saurashtra	22000	22000	Unch
GN Cake, Gondal	25500	25500	Unch

Mustard DOC	23-Jan-21	22-Jan-21	Change
Jaipur (Plant delivery)	20000	20000	Unch
Kandla (FOR Rs/MT)	20800	20700	100

Mumbai Oil Meal Quotes:			
Rs/M.T.	23-Jan-21	22-Jan-21	Change
G.N. Extr (45%)	24500	25000	-500
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	23750	23750	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	24500	24500	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	36313	36313	Unch
Castor Extr.	4250	4500	-250

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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