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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.
- India's exports for rapeseed meal during April-December 2020 was up +24% at 9,16,715 metric tonnes compared to 7,41,199 metric tonnes during the same period previous marketing season.
- The export of rapeseed meal in December'20 is reported at 1,41,866 metric tonnes against last year 60,178 metric tonnes during the same period i.e. up by +136%, and ricebran extraction is reported at 59,470 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)		
	25-Jan-21	23-Jan-21	Parity To
Indore - 45%, Jute Bag	34000	34500	Gujarat, MP
Kota - 45%, PP Bag	35000	35200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	36000	36700	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	35800	35600	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	35000	35500	Andhra, AP, Kar, TN
Latur	35500	36500	-
Sangli	35600	35600	Local and South
Solapur	33700	33700	Local and South
Akola – 45%, PP Bag	34800	35000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	35000	35500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	34800	35000	-

Soy DOC at Ports			
Centers	Port Price		
	23-Jan-21	22-Jan-21	Change
Kandla (FOR) (INR/MT)	37500	37500	Unch
Kandla (FAS) (USD/MT)	535	535	Unch
CNF Indonesia – Yellow SBM (USD/MT)	560	560	Unch

Rapeseed Meal	23-Jan-21	22-Jan-21	Change
FAS Kandla (USD/MT)	290	290	Unch
FOR Kandla (Rs/MT)	20600	20600	Unch
FOR Mundra (Rs/MT)	20900	20900	Unch
CNF Indonesia (USD/MT)	335	335	Unch

International Soy DOC			
Argentina FOB USD/MT	23-Jan-21	22-Jan-21	Change
Soybean Pellets	Closed	491	-
Soybean Cake Flour	Closed	491	-
Soya Meal	Closed	485	-
Soy Expellers	Closed	485	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	25-Jan-21	23-Jan-21	Change
Adoni	26500	25500	1000
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	26000	25000	1000

Groundnut Meal (Rs/MT)	25-Jan-21	23-Jan-21	Change
Basis 45%, Saurashtra	24500	24500	Unch
Basis 40%, Saurashtra	22000	22000	Unch
GN Cake, Gondal	25500	25500	Unch

Mustard DOC	25-Jan-21	23-Jan-21	Change
Jaipur (Plant delivery)	19700	20000	-300
Kandla (FOR Rs/MT)	20500	20800	-300

Mumbai Oil Meal Quotes:			
Rs/M.T.	25-Jan-21	23-Jan-21	Change
G.N. Extr (45%)	25000	24500	500
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	24500	23750	750
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	24500	24500	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	35478	36313	-835
Castor Extr.	4350	4250	100

Outlook: The domestic soymeal prices are expected to feature range-bound movement with weak bias on rains in South America and outbreak of bird flu in several Indian states, in near term. But strong overseas meal demand will limit any sharp fall in the same.

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