

Soy Meal Fundamentals: *The domestic soymeal prices declined on lower overseas demand of the meal. Rising cases of bird flu may extend the losses.*

As per USDA recent report, the shipment of Soybean cake and meal declined by 70% in this week against the previous week record and also 44% from the prior four week average.

As per Refinitiv commodity research, the export of soymeal in Argentina went up by 38% in January 2021 against the previous year's record. The shipment of soy oil also increased and touched the level of 477 thousand tons, the highest January export since 2017. However, the export may fall in the coming month once the harvesting will start in Brazil and buyers may switch to the Brazilian soybean crop.

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)		
	3-Feb-21	2-Feb-21	Parity To
Indore - 45%, Jute Bag	34500	35300	Gujarat, MP
Kota - 45%, PP Bag	36700	37000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	37500	37800	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	37200	37200	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	36600	36500	Andhra, AP, Kar, TN
Latur	37500	37500	-
Sangli	37000	37000	Local and South
Solapur	33700	33700	Local and South
Akola – 45%, PP Bag	36000	36200	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	36500	36500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	36500	36800	-

Soy DOC at Ports			
Centers	Port Price		
	2-Feb-21	1-Feb-21	Change
Kandla (FOR) (INR/MT)	38500	38700	-200
Kandla (FAS) (USD/MT)	535	540	-5
CNF Indonesia – Yellow SBM (USD/MT)	565	562	3

Rapeseed Meal	2-Feb-21	1-Feb-21	Change
FAS Kandla (USD/MT)	300	295	5
FOR Kandla (Rs/MT)	21500	20800	700
FOR Mundra (Rs/MT)	21800	21200	600
CNF Indonesia (USD/MT)	335	340	-5

International Soy DOC			
Argentina FOB USD/MT	2-Feb-21	1-Feb-21	Change
Soybean Pellets	488	492	-4
Soybean Cake Flour	488	492	-4
Soya Meal	486	486	Unch
Soy Expellers	486	486	Unch

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	3-Feb-21	2-Feb-21	Change
Adoni	26500	26500	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	26000	26000	Unch

Groundnut Meal (Rs/MT)	3-Feb-21	2-Feb-21	Change
Basis 45%, Saurashtra	27000	27000	Unch
Basis 40%, Saurashtra	22500	22500	Unch
GN Cake, Gondal	29000	29000	Unch

Mustard DOC	3-Feb-21	2-Feb-21	Change
Jaipur (Plant delivery)	21000	21000	Unch
Kandla (FOR Rs/MT)	21500	21500	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	3-Feb-21	2-Feb-21	Change
G.N. Extr (45%)	27000	27000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	24500	24500	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	25500	25500	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	36000	36835	-835
Castor Extr.	4350	4350	Unch

Outlook: The domestic soymeal prices are expected to feature range-bound movement with weak bias on lower overseas meal demand. The bird flu confirmed cases in India may also hamper the domestic soymeal demand.

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