

Soy Meal Fundamentals: Soymeal featured steady to firm trend amid overseas market supports. Robust overseas demand and declining bird flu cases are influencing prices. Firmness in soy products is also another reason for the soymeal price hike.

As per Refinitiv commodity research, Soymeal on the European meals and feeds market firmed on 16th Feb 2021 following on strength in CBOT soybeans and due to concerns over delays in the Brazilian soybean harvest.

As per sources, India has shipped higher soymeal in January 2021. The soymeal exports are recorded significantly higher by 484% year on year to 336,390 tonnes against last season after robust demand from overseas markets (European and Asian buyers). France, Germany, Indonesia and Bangladesh were the major buyers. India exported total 950,134 tonnes in the first four month of 2021/21 marketing year. The exports is likely to rise more than 2 million tonnes in 2020/21 against 825,000 tonnes in last season.

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 poor 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)		
	17-Feb-21	16-Feb-21	Parity To
Indore - 45%, Jute Bag	38000	37500	Gujarat, MP
Kota - 45%, PP Bag	40200	40200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	40400	40000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	39800	39400	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	40000	39200	Andhra, AP, Kar, TN
Latur	40000	39500	-
Sangli	39300	39000	Local and South
Solapur	39200	38400	Local and South
Akola – 45%, PP Bag	38600	38300	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	40000	39500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	40000	40000	-

Soy DOC at Ports			
Centers	Port Price		
	16-Feb-21	15-Feb-21	Change
Kandla (FOR) (INR/MT)	41000	40000	1000
Kandla (FAS) (USD/MT)	565	560	5
CNF Indonesia – Yellow SBM (USD/MT)	585	580	5

Rapeseed Meal	16-Feb-21	15-Feb-21	Change
FAS Kandla (USD/MT)	270	270	Unch
FOR Kandla (Rs/MT)	19200	19000	200
FOR Mundra (Rs/MT)	19500	19500	Unch
CNF Indonesia (USD/MT)	330	325	5

International Soy DOC			
Argentina FOB USD/MT	16-Feb-21	15-Feb-21	Change
Soybean Pellets	NA	NA	-
Soybean Cake Flour	NA	NA	-
Soya Meal	NA	NA	-
Soy Expellers	NA	NA	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	17-Feb-21	16-Feb-21	Change
Adoni	27500	27500	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	27000	27000	Unch

Groundnut Meal (Rs/MT)	17-Feb-21	16-Feb-21	Change
Basis 45%, Saurashtra	29500	29000	500
Basis 40%, Saurashtra	26000	26000	Unch
GN Cake, Gondal	31000	30000	1000

Mustard DOC	17-Feb-21	16-Feb-21	Change
Jaipur (Plant delivery)	21500	21500	Unch
Kandla (FOR Rs/MT)	22000	22000	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	17-Feb-21	16-Feb-21	Change
G.N. Extr (45%)	29000	29000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	27000	27000	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	27500	27500	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	39652	39130	522
Castor Extr.	4250	4350	-100

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

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