

**Soy Meal Fundamentals:** Soymeal prices showed steady to downside today after weakness in domestic market. However, overseas and poultry demand may curb any major fall.

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)		
	20-Feb-21	19-Feb-21	Parity To
Indore - 45%, Jute Bag	38000	38000	Gujarat, MP
Kota - 45%, PP Bag	39500	40200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	40300	40300	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	39500	39700	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	40000	40000	Andhra, AP, Kar, TN
Latur	39800	39800	-
Sangli	39600	39600	Local and South
Solapur	39200	39200	Local and South
Akola – 45%, PP Bag	38200	38500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	40000	40000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	39300	40000	-

Soy DOC at Ports			
Centers	Port Price		
	19-Feb-21	18-Feb-21	Change
Kandla (FOR) (INR/MT)	39500	39500	Unch
Kandla (FAS) (USD/MT)	565	565	Unch
CNF Indonesia – Yellow SBM (USD/MT)	585	585	Unch

Rapeseed Meal	19-Feb-21	18-Feb-21	Change
FAS Kandla (USD/MT)	270	270	Unch
FOR Kandla (Rs/MT)	19500	19500	Unch
FOR Mundra (Rs/MT)	19900	19900	Unch
CNF Indonesia (USD/MT)	350	330	20

International Soy DOC			
Argentina FOB USD/MT	19-Feb-21	18-Feb-21	Change
Soybean Pellets	475	470	5
Soybean Cake Flour	475	470	5
Soya Meal	464	467	-3
Soy Expellers	464	467	-3

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	20-Feb-21	19-Feb-21	Change
Adoni	27500	27500	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	27000	27000	Unch

Groundnut Meal (Rs/MT)	20-Feb-21	19-Feb-21	Change
Basis 45%, Saurashtra	29500	29500	Unch
Basis 40%, Saurashtra	26000	26000	Unch
GN Cake, Gondal	30500	31000	-500

Mustard DOC	20-Feb-21	19-Feb-21	Change
Jaipur (Plant delivery)	20500	21000	-500
Kandla (FOR Rs/MT)	21400	21500	-100

Mumbai Oil Meal Quotes:			
Rs/M.T.	20-Feb-21	19-Feb-21	Change
G.N. Extr (45%)	29000	29000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	27500	27500	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	28000	28000	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	39652	39652	Unch
Castor Extr.	4200	4250	-50

**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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