

Soy Meal Fundamentals: Soymeal price surged again in the domestic market at different trading centers amid firm trading activities. However strength in soybean and other oilseed complex supported soymeal prices and prices remain elevated.

- Sea of India asked govt to allow soymeal import including GM soymeal variety which is available in plenty in global mkt at less than half price and also does not pose a quarantine issue, till Sept to cool down the prices in the domestic market.
- Officials in Argentina's Santa Fe province have ordered mandatory talks between protesting port workers and companies to try and end a ports blockage that is preventing grain shipments. Workers represented by the UOCRA union demand that construction companies serving agro-export companies pay higher wages at the port facilities. Argentina is the world's top exporter of soybean meal and a major international soybean.
- World 2021/22 soymeal production is estimated higher at 260.62 million tonnes vs 253.12 million tonnes against last year record, in USDA July report.
- India's June 2021 soymeal exports declined by 54% to 25,918 metric tonnes compared to 56,938 metric tonnes in the same period last year. Further, the soymeal shipments too declined by 9% to 118,057 metric tonnes in aggregate, during the months (April-June) of financial year 2020-21 compared to 129,192 metric tonnes during the corresponding period last year.
- Export of oilmeals for the month of June 2021 provisionally reported at 203,612 tons compared to 229,230 tons in June 2020 i.e. down by 11%. The overall export of oilmeals during April – June 2021 is reported at 735,312 tons compared to 579,387 tons i.e. up by 27%.
- Soya meal prices jumped in early July and touched record price of US\$ 890 during 2nd week of July compared to US\$ 400 (FOB) Argentina. Indian soybean meal export during first quarter was over 120,000 tons mainly shipped to Europe and U.S.A. due to preference for Non GM Soymeal. However, India is now totally outpriced in world market for the export of soyameal as soybean average price jumped from Rs. 43,100 per tons in Nov'20 touched to Rs.76,000 per tons in July and so soymeal price gone up from Rs.36,100 per tons in Nov'20 to Rs. 65,000 per tons at present. The high price of soybean meal has hit not only the export of soymeal but also the poultry farmers mainly small farmers and finding very difficult to survive in this difficult time. High input cost for eggs and chicken has also escalated the chicken prices which affecting consumer. India's exports for rapeseed meal during April-May 2021 was up +66% at 274,692 metric tonnes compared to 165,737 metric tonnes during the same period previous marketing season. It's a high time that the Government may consider to allow import of soybean meal including GM varieties which does not pose quarantine issue for short period up to 30th Sept, 2021 to cool down prices of both soybean and soybean meal to support the poultry industry to face crisis time.
- During Apr.- June '21, **South Korea** imported 252,063 tons of oilmeals (compared to 182,136 tons); consisting of 199,635 tons of rapeseed meal, 41,472 tons of castorseed meal and 10,956 tons of soybean meal. **Vietnam** imported 114,857 tons of oilmeals (compared to 120,943 tons); consisting of 88,306 tons of Rice Bran Extraction, 25,523 tons of rapeseed meal and 1,028 tons of soybean meal. **Thailand** imported 77,003 tons of oilmeals (compared to 65,188 tons); consisting of 65,479 tons of rapeseed meal, 9,816 tons of castorseed meal, 898 tons of soybean meal and 810 tons of Rice Bran Extraction. **Bangladesh** sourcing rapeseed meal and ricebran extraction from India and imported 90,589 tons of oilmeals (compared to 25,540 tons), consisting of 52,131 tons of ricebran extractions and 38,357 tons of rapeseed meal. **Taiwan** imported 23,944 tons of oilmeals (compared to 37,529 tons); consisting of 15,382 tons of castorseed meal, 6,381 tons of rapeseed meal and 2,181 tons of soybean meal.
- India's exports for rapeseed meal during April-June 2021 was up +33% at 384,807 metric tonnes compared to 288,310 metric tonnes during the same period previous marketing season.

July 31, 2021

- The export of rapeseed meal in June'21 is reported at 110,115 metric tonnes against last year 122,573 metric tonnes during the same period i.e. lower by -10%, However 14% up as compared to May21.
- Swine Fever Surge Hits Farms In China's Sichuan; Govt Moves To Stabilize Hog Production.

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	30-Jul-21	29-Jul-21	Parity To
Indore - 45%, Jute Bag	91000	88000	Gujarat, MP
Kota - 45%, PP Bag	92000	90000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	95000	91000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	96500	92000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	94000	91000	Andhra, AP, Kar, TN
Latur	97000	95000	-
Sangli	87000	87000	Local and South
Solapur	92000	89000	Local and South
Akola – 45%, PP Bag	75000	75000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	63500	63500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	90000	88000	-

Soy DOC at Ports			
Centers	Port Price		
	29-Jul-21	28-Jul-21	Change
Kandla (FOR) (INR/MT)	NR	NR	-
Kandla (FAS) (USD/MT)	NR	NR	-
CNF Indonesia – Yellow SBM (USD/MT)	NR	NR	-

Rapeseed Meal	29-Jul-21	28-Jul-21	Change
FAS Kandla (USD/MT)	NR	NR	-
FOR Kandla (Rs/MT)	NR	NR	-
FOR Mundra (Rs/MT)	NR	NR	-

July 31, 2021

CNF Indonesia (USD/MT)	NR	NR	-
------------------------	----	----	---

International Soy DOC			
Argentina FOB USD/MT	29-Jul-21	28-Jul-21	Change
Soybean Pellets	385	382	3
Soybean Cake Flour	385	382	3
Soya Meal	NR	NR	-
Soy Expellers	NR	NR	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	30-Jul-21	29-Jul-21	Change
Adoni	38000	38000	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	37500	37500	Unch

Groundnut Meal (Rs/MT)	30-Jul-21	29-Jul-21	Change
Basis 45%, Saurashtra	55000	54000	1000
Basis 40%, Saurashtra	51000	50000	1000
GN Cake, Gondal	57000	56000	1000

Mustard DOC	30-Jul-21	29-Jul-21	Change
Jaipur (Plant delivery)	23800	23500	300
Kandla (FOR Rs/MT)	24700	24400	300

Mumbai Oil Meal Quotes:			
Rs/M.T.	30-Jul-21	29-Jul-21	Change
G.N. Extr (45%)	60000	59000	1000
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	NA	NA	-
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	39000	38500	500
Rapeseed Extr.	NA	NA	-
Soymeal 48%	95478	93391	2087
Castor Extr.	6650	6550	100

July 31, 2021

Outlook: *The domestic soymeal prices are expected to remain elevated despite weak demand at higher prices., However, Recovery from African swine fever boosting soy demand Pig herd to cross 440M heads in 2021 (+22% yoy) may support soymeal demand ,Strength in soybean prices also pushed soy meal prices.*

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2021 Indian Agribusiness Systems Ltd.