

2nd May, 2022**Soy Meal Fundamentals:**

Todays Update- Indore soymeal prices slumped by 5.4% to Rs 53,000/ MT, as government has allowed Soymeal import. Rapeseed meal went up in tandem with RM seed prices. Soymeal prices in domestic market expected to trade range bound with weak bias between 52,000-56,000 in near term.

The Ministry of Consumer, Food and Public Distribution, will allow import of GM soya mills for balance quantity of 5.50 lakh tonnes out of the estimated 12 lakh metric tonnes of August 2021 till 30 September 2022, reviewing the imported quantity and domestic prices at regular intervals. Necessary clearances etc. should be obtained by Animal Husbandry and Dairying Department and DGFT notification can take care of operational aspects, with the effect of this, soya meal is likely to trade with weak bias.

According to the Cordoba Grain Exchange, Argentina's soybean grinding jumped 9% on the prior season to 41.03 million mt in the marketing year which runs from April 2021 until March 2022, record high soy oil prices boosted bean processing.

Previous Update

SOPA has urged the Central government not to allow the import of genetically modified (GM) soyabean meal citing that it will adversely impact the local processors and farmers since the country does not allow cultivation of GM food crops. However, the major concern is import parity from Argentina, as soymeal FOB Argentina prices are high with 33% export tariff.

- Crush to arrival ratio in March'22 stood at 108% as compared to previous month at 93%. It is inferred that old stocks are being crushed in March.
- According to Solvent Extractor Association of India, country's March'2022 soymeal exports declined by 25% to 2,42,043 metric tonne compared to 3,22,850 metric tonne in the same period last year.
- Further, the soymeal shipments too declined by 84% to 3,72,740 metric tonne in aggregate, during the months of April-Mar of Financial Year 2021-22 compared to 15,64,833 metric tonne during the corresponding period last year. Export remained lower because of soybean crush margins in India are currently squeezed by pressure on meal prices. Additionally, lower crushing of soybean also pushing higher import of crude soybean oil in India.
- Additionally, export of oilmeals for the month of Mar'2022 provisionally reported at 2,42,043 tonne compared to 3,22,850 tonne last year same period i.e. down by 25%. The overall export of oilmeals during April – Mar'2022 is reported at 23,73,744 tonne compared to 36,89,483 tonne i.e. down by 36%.
- Further, India's exports for rapeseed meal during April-Mar'2022 was down 22% at 8,66,407 metric tonne compared to 11,13,021 metric tonne during the same period previous year.
- The export of rapeseed meal in Mar'22 is reported at 93,984 metric tonnes against 84,276 metric tonnes during the last year same period i.e., up by 12%. Rapeseed meal export is picking up on new crop crushing and firm export demand.
- According to Soybean Processors Association of India, March'22 crushing stood 24% lower at 6.5 lakh tonne as compared to 8.5 lakh tonne previous year same period. While soybean crushing till March this Oil Year was low by 35% at 40.5 lakh tonne compared to 62.5 lakh tonne previous year. Additionally, soymeal production

2nd May, 2022

is expected to be lower at 32.34 lakh tonne in the ongoing Oil Year compared to 49.89 lakh tonne previous year. We expect lower crushing in April too on low export demand and tight crush margin.

- USDA in its April'22 report, Soymeal production is estimated at 81 Lakh tonnes as compared to 76 Lakh tonnes previous year. Soymeal export is estimated at 21 Lakh tonnes Vs 20 Lakh tonnes previous year.

Centres	Ex-factory rates (Rs/ton)			Parity To
	30-Apr-22	29-Apr-22	Change	
Indore - 45%, Jute Bag	53000	56000	-3000	Gujarat, MP
Kota - 45%, PP Bag	56700	58700	-2000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	58000	60500	-2500	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	55000	60000	-5000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	60000	60000	Unch	Andhra, AP, Kar, TN
Latur	53000	57000	-4000	-
Sangli	54500	54500	Unch	Local and South
Solapur	53500	54500	-1000	Local and South
Akola – 45%, PP Bag	58000	58000	Unch	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	59000	59000	Unch	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	56500	58500	-2000	-

Soy DOC at Ports			
Centers	Port Price		
	29-Apr-22	29-Apr-22	Change
Kandla (FOR) (INR/MT)	61500	61500	Unch
Kandla (FAS) (USD/MT)	810	810	Unch
CNF Indonesia – Yellow SBM (USD/MT)	NA	NA	-

Rapeseed Meal	29-Apr-22	29-Apr-22	Change
FAS Kandla (USD/MT)	308	308	Unch
FOR Kandla (Rs/MT)	22700	22700	Unch
FOR Mundra (Rs/MT)	NA	NA	-

2nd May, 2022

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

International Soy DOC			
Argentina FOB USD/MT	29-Apr-22	29-Apr-22	Change
Soybean Pellets	486	486	Unch
Soybean Cake Flour	486	486	Unch
Soya Meal	NR	NR	-
Soy Expellers	NR	NR	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	30-Apr-22	29-Apr-22	Change
Adoni	36000	36000	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	35000	35000	Unch

Groundnut Meal (Rs/MT)	30-Apr-22	29-Apr-22	Change
Basis 45%, Saurashtra	36000	37000	-1000
Basis 40%, Saurashtra	32000	33000	-1000
GN Cake, Gondal	37000	38000	-1000

Mustard DOC	30-Apr-22	29-Apr-22	Change
Jaipur (Plant delivery)	22000	21600	400
Kandla (FOR Rs/MT)	23400	23000	400

Mumbai Oil Meal Quotes:			
Rs/M.T.	30-Apr-22	29-Apr-22	Change
G.N. Extr (45%)	37000	37000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	36500	36500	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	25500	26000	-500
Rapeseed Extr.	NA	NA	-
Soymeal 48%	56348	59478	-3130
Castor Extr.	9000	9150	-150

2nd May, 2022

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> © 2022 Indian Agribusiness Systems Limited