

3rd May, 2022**Soy Meal Fundamentals:**

Todays Update- soymeal prices in various markets slumped by 2000-4000/ MT, as government has allowed Soymeal import. Rapeseed meal too went down 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

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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
	02-May-22	30-Apr-22	Change	
Indore - 45%, Jute Bag	53000	53000	Unch	Gujarat, MP
Kota - 45%, PP Bag	54600	56700	-2100	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	56000	58000	-2000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	55000	55000	Unch	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	56000	60000	-4000	Andhra, AP, Kar ,TN
Latur	53500	53000	500	-
Sangli	53000	54500	-1500	Local and South
Solapur	53500	53500	Unch	Local and South
Akola – 45%, PP Bag	53500	58000	-4500	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Hingoli	55555	59000	-3445	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Bundi	54400	56500	-2100	-

Soy DOC at Ports			
Centers	Port Price		
	30-Apr-22	30-Apr-22	Change
Kandla (FOR) (INR/MT)	NA	NA	-
Kandla (FAS) (USD/MT)	NA	NA	-
CNF Indonesia – Yellow SBM (USD/MT)	NA	NA	-

Rapeseed Meal	30-Apr-22	30-Apr-22	Change
FAS Kandla (USD/MT)	NA	NA	-
FOR Kandla (Rs/MT)	NA	NA	-
FOR Mundra (Rs/MT)	NA	NA	-

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CNF Indonesia (USD/MT)	NA	NA	-
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International Soy DOC			
Argentina FOB USD/MT	30-Apr-22	30-Apr-22	Change
Soybean Pellets	Closed	Closed	-
Soybean Cake Flour	Closed	Closed	-
Soya Meal	Closed	Closed	-
Soy Expellers	Closed	Closed	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	02-May-22	30-Apr-22	Change
Adoni	36000	36000	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	35000	35000	Unch

Groundnut Meal (Rs/MT)	02-May-22	30-Apr-22	Change
Basis 45%, Saurashtra	35000	36000	-1000
Basis 40%, Saurashtra	31000	32000	-1000
GN Cake, Gondal	36000	37000	-1000

Mustard DOC	02-May-22	30-Apr-22	Change
Jaipur (Plant delivery)	21000	22000	-1000
Kandla (FOR Rs/MT)	22500	23400	-900

Mumbai Oil Meal Quotes:			
Rs/M.T.	02-May-22	30-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.	25000	25500	-500
Rapeseed Extr.	NA	NA	-
Soymeal 48%	56087	56348	-261
Castor Extr.	8975	9000	-25

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