

**17th May, 2023****Soy Meal Fundamentals:**

**Today's Update-** Soymeal Indore prices remained stable at INR 45,500/MT as compared to previous day amid good export demand. In other markets soymeal traded with steady bias. Year-to-date Soymeal prices are up by 5.9%. Soymeal prices in the domestic market are expected to trade range bound in the range of 44,000-47,000 in near term tracking good export demand.



According to USDA May'23 report, India's 2023/24, Soybean crush is estimated to be at 9.8 MMT as compared to previous year at 9.9 MMT and country's domestic Soymeal consumption is estimated to be at 7.15 MMT Vs 6.72 MMT previous year. Moreover, Soymeal exports is projected at 0.8 MMT as compared to 1.45 MMT previous year.

The local price of soybeans in India has dropped significantly from its peak of Rs.7,640 per quintal in April 2022 to Rs.4,500 per quintal, leading to increased crushing and better price parity. As a result, the export of soybean meal has become attractive in the last six months. Currently, Indian soybean meal is quoted at US\$ 576 per ton Ex-Kandla, while Argentina soybean meal is quoted at US\$ 535 per ton Ex-Rotterdam. India has a logistic advantage in supplying soybean meal to Southeast Asia in small lots, which is its major consumer. Additionally, Indian Soybean Meal is Non-GMO, giving it an advantage and making it the preferred choice for certain European countries and the USA. The depreciation of the rupee has also contributed to the overall export growth. As a result, India's export of soybean meal has rebounded since the new crop season in November 2022, with reported shipments of 860,902 tons, compared to just 196,614 tons in the same period the previous year (Nov.'21-Mar.'22).

There is a significant jump in export of rapeseed meal in Mar'23 and reported at 2.48 Lakh tons compared to 0.94 Lakh tons previous year same period i.e., up by 12%. Upon record crop of rapeseed and crushing resulted in the highest processing, availability of rapeseed meal and export. Currently India is the most competitive supplier of rapeseed meal to South Korea, Vietnam, Thailand and other Far East Countries. In upcoming months too, we expect good exports amid firm demand from South east Asia.

Total Soy meal exports in Oct'22- March'23 went up by 327% to 9.01 Lakh tonnes vs 2.11 Lakh tonnes previous year same period. However, Soymeal exports up by 884% to 2.35 Lakh tonnes in Mar'23 Vs 0.24 Lakh tonnes previous year same period. Soymeal exports went up for the seventh straight month on good soymeal export demand from south east Asia tracking competitive prices in global markets. In upcoming month too soymeal exports likely to go up on good demand.

Centres	Ex-factory rates (Rs/ton)			Parity To
	16-May-23	15-May-23	Change	
Indore - 45%, Jute Bag	45500	45500	Unch	Gujarat, MP
Kota - 45%, PP Bag	46000	46200	▼-200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	47000	47000	Unch	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	46500	46000	▲500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	46500	46000	▲500	Andhra, AP, Kar, TN
Latur	46500	46500	Unch	-
Sangli	44000	44000	Unch	Local and South
Solapur	47500	47500	Unch	Local and South
Akola – 45%, PP Bag	45000	45000	Unch	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	46500	46500	Unch	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	45800	46000	▼-200	-

Soy DOC at Ports			
Centers	Port Price		
	15-May-23	13-May-23	Change
Kandla (FOR) (INR/MT)	46500	NA	-
Kandla (FAS) (USD/MT)	Unq	Unq	-
CNF Indonesia – Yellow SBM (USD/MT)	595	NA	-

Rapeseed Meal	15-May-23	13-May-23	Change
FAS Kandla (USD/MT)	271	NA	-
FOR Kandla (Rs/MT)	21400	NA	-
FOR Mundra (Rs/MT)	NA	NA	-
CNF Indonesia (USD/MT)	288	NA	-

International Soy DOC			
Argentina FOB USD/MT	15-May-23	13-May-23	Change
Soybean Pellets	494	498	▼-4
Soybean Cake Flour	494	498	▼-4
Soya Meal	NR	NR	-
Soy Expellers	NR	NR	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)
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Centers	16-May-23	15-May-23	Change
Adoni	33000	33000	Unch
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	NA	NA	-

Groundnut Meal (Rs/MT)	16-May-23	15-May-23	Change
Basis 45%, Saurashtra	38000	38000	Unch
Basis 40%, Saurashtra	35000	35000	Unch
Basis 50%, Saurashtra	41500	41500	Unch

Mustard DOC	16-May-23	15-May-23	Change
Jaipur (Plant delivery)	20500	20500	Unch
Kandla (FOR Rs/MT)	21500	21500	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	16-May-23	15-May-23	Change
G.N. Extr (45%)	38000	38000	Unch
Kardi Extr	NA	NA	-
Undec Cottonseed Exp	29500	29500	Unch
Rice Bran Extr.	NA	NA	-
Sunflower Extr.	28500	28500	Unch
Rapeseed Extr.	NA	NA	-
Soymeal 48%	47739	47739	Unch
Castor Extr.	8450	8450	Unch

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