

***Contents:***

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- ❖ Summary
- ❖ Trend – Raw Material, Feed
- ❖ Outlook
- ❖ Spreads
- ❖ Annexure - Prices

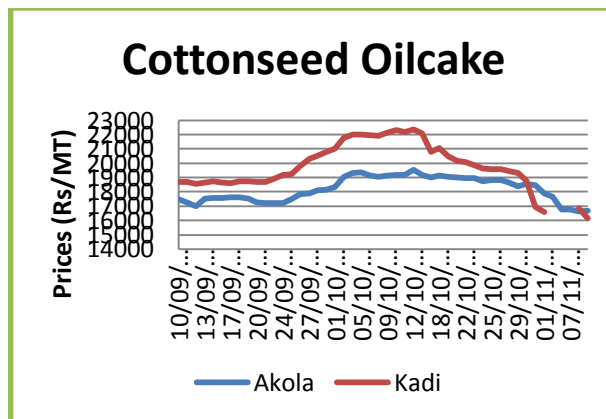
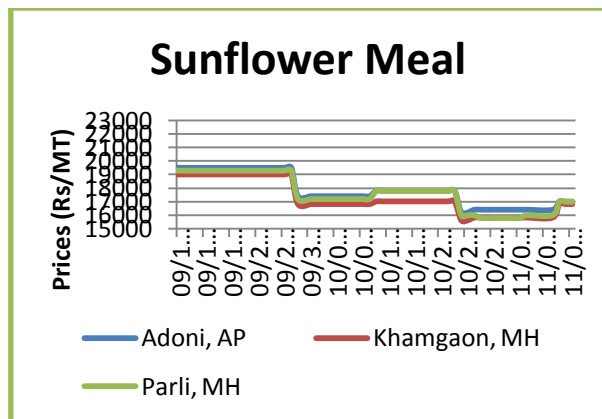
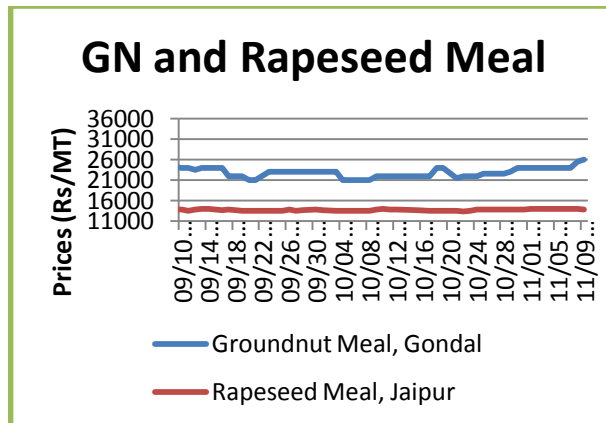
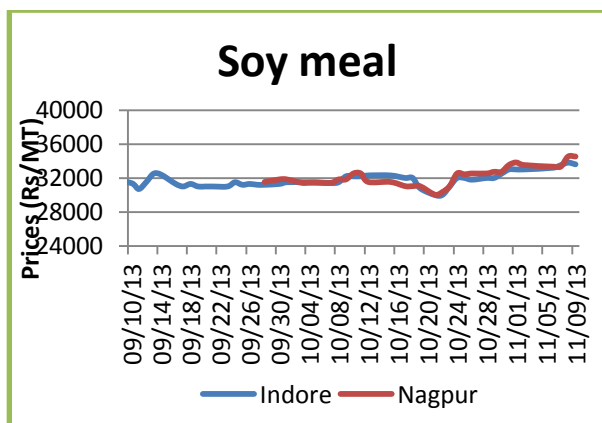
## Summary

The key feed ingredients prices witnessed steady to firm sentiments during the week in review.

Soybean markets across major centres of India witnessed gains during the week which was shortened due to festivals. Soybean prices surged due to good demand from stockists and oil mills amid limited arrivals in the markets. Moreover, crop quality concerns also provided support to the market. Soy meal prices also witnessed gains during the week in review in sync with the soybean prices. Further, strength in the international markets also supported the domestic meal prices. Good exports demand is reported from traders amid restricted availability of low moisture/high quality beans in the local markets and supply tightness seen in international markets.

Despite the new crop arrival pressure, maize prices could trade steady on quality concern. Procurement by government agencies and continuous domestic feed makers demand could also support to Maize prices. Domestic wheat market is likely to trade steady to firm due to increase in OMSS price and fresh demand from millers.

## Trend – Raw Material, Feed



Source: AgriWatch

Oilseeds markets across major centers of India witnessed gains during the week which was shortened due to festivals.

Soybean prices surged due to good demand from stockists and oil mills amid limited arrivals in the markets. Moreover, crop quality concerns also provided support to the market. Internationally, soybeans on CBOT witnessed modest gains on strong demand for the new crop as the harvest activities near completion.

Harvesting activities continued during the week quality of seeds is reported lower compared to last year. The average daily arrivals in spot markets of Madhya Pradesh have so far been weaker than past year. Late rains in major producing areas have kept moisture content high in the crop, which damaged the beans resulting in likely reduction in protein content. However, it is expected that good quality beans will be available in the market in the coming days. Availability of sufficient crushable soybean supplies in the coming days is a concern for the market which will be supportive for the market. However, estimates of higher soybean production in major producing nations of US and South America are building up bearish sentiments for the global markets which will be a factor to watch out in the coming month.

In the US, soybeans on CBOT witnessed modest gains during the week. Pressure from the harvesting activities in the key producing regions and estimates of better than expected yields pressured the market. Further, better global supply outlook on higher production estimates in South American countries restricted strong upward movement during the month. However, strong demand is currently being witnessed for the US soybeans. Strong export sales demand news and upward revision in expected Chinese imports is proving to be bullish for the market sentiments. Soybean demand is strong (mainly from China) but world supply fundamentals are bearish.

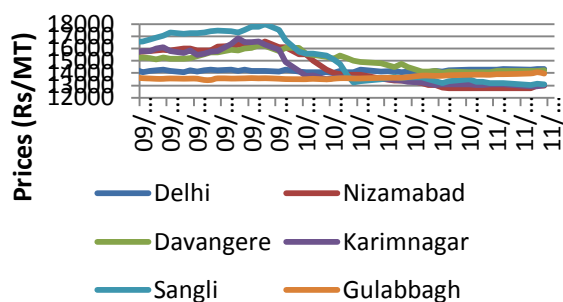
Soy meal prices witnessed gains during the week in review in sync with the soybean prices. Further, strength in the international markets also supported the domestic meal prices. Good exports demand is reported from traders amid restricted availability of low moisture/high quality beans in the local markets and supply tightness seen in international markets. Also, the prices of other key feed ingredients featured a firm tone. Bajra, Maize, DCP, MBM, DRB and Mustard de-oiled cake prices were up on improved demand and lower availability.

The uptrend in domestic soybean markets is supporting the domestic meal prices along with surge in the soy meal prices on CBOT. However, markets are likely to feel some pressure as US soybean harvest nears completion and shipments start from the region. The November WASDE report was mostly as per trade expectations. Higher US soybean projection and higher global oilseeds projections likely to pressure the market but indications of robust demand from China will help build up market sentiment in the coming days.

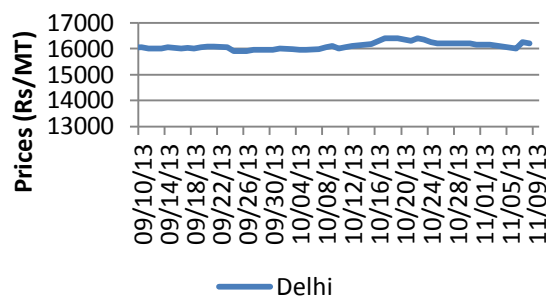
Rapeseed/mustard seed prices in key spot markets across Rajasthan and Gujarat witnessed modest gains during the past week. The movement in prices was in conjugation with the soybean prices and supportive cues from BMD CPO. However, increased plantings for rapeseed during the current season will pressure the prices in the near term.

Rapeseed prices saw support during the week on better demand for oils which led to better RM seed buying from stockists and oil mills. It is expected that the approaching season end and seasonal demand for oils will continue to lend support to the market.

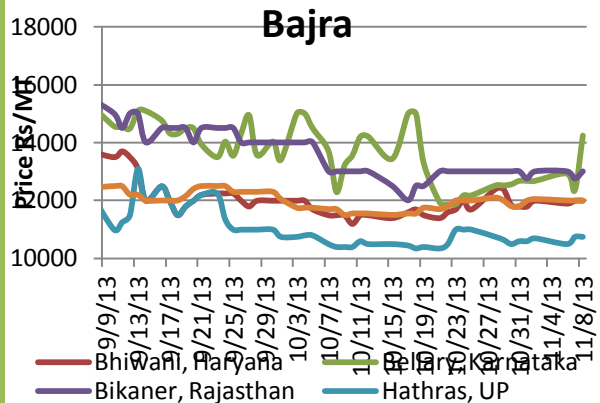
### Maize



### Wheat, Mill Delivery



### Bajra



Source: Agriwatch (Prices: Maize-Industrial/Feed Grade. Wheat-Mill Delivery: Lawrence Road, Delhi)

During the week, most of the major spot markets were closed due to Diwali festival. However, mixed sentiments witnessed in rest of the days.

In Ahmadabad region of Gujarat, maize crop contains around 16-17% moisture. During the week, Poultry feed makers quoted maize up by Rs.50 per quintal in a range of Rs. 1333-1370 per quintal. Starch feed makers also quoted maize up by Rs. 40 per quintal in a range of Rs.1250-1340 per quintal, sourced from Maharashtra.

During the week, in the Khanna market of Punjab, the maize was quoted firm by Rs. 70 per quintal to Rs. 1520 per quintal as compared to last week. On daily basis, Arrivals of maize reported around 8 motors, contained 14-15% moisture. As per trade sources, maize stock could be around 150 motors in the market.

During the week in review, Kolkata feed millers demand reported firm in a range of Rs.1500 -1550 per quintal. We expect that Bihar market could trade under pressure as maize sowing has started in the Bihar for the rabi season. Also, carry forward stock that could be around 20% of produced, also weigh on the market sentiments.

Sources revealed that maize could trade higher on the concern over lower crop quality arrivals in A.P. as crop has damaged around 30% due to higher rainfall. However, this time, demand is normal.

During the week, hybrid maize traded up by Rs. 5 per quintal to Rs.1440 per quintal as compared to last week, sourced from U.P. Sources revealed that prices could trade firm in the near term due to higher feed makers demand.

In Davengere, maize crop contain 14-15% moisture. However, in koppal, 12-13% moisture reported. Also, 3-4% fungus reported in davengere and koppal markets of maize.

As per USDA, U.S. accumulated corn export figures reached to 51,37,993 metric tons for the 2013-14 marketing year which is higher by ~25% from the last marketing year during the same period. Exports of 710,200 MT were reported by U.S. to Mexico (295,400 MT), China (194,100 MT), Japan (132,700 MT), Colombia (38,300 MT), and Indonesia (22,600 MT) for the period October 25-October 31, 2013.

As per USDA, Global corn ending stocks for 2013/14 are projected 12.9 million tons higher with most of the increase in China where consumption has been lowered for both 2012/13 and 2013/14. Corn stock changes elsewhere are mostly offsetting. World corn production estimated higher by 6 million tons to a new record of 962.8 million tons, up 12% from last year

On 1<sup>st</sup> November, wheat stock in central pool was 34.09 million tonnes as compared to 40.05 million tonnes on same time last year. Punjab has the highest level of stock at 12.25 million tonnes followed by Haryana at 7.89 million tonnes.

Wheat sowing is delayed in U.P due to delayed harvesting of Sugarcane. This might result in lower area and loss in wheat yield. In U.P it is expected that wheat will be sown in 9.5 million hectares.

Wheat has been sown in 15.19 lakh hectares so far as compared to 6.46 lakh hectares last year at the same time due to favorable weather and good soil moisture. According to CWC water in 85 reservoirs is 134.10 billion cubic centimeters against the 122 billion cubic centimeters last year at the same time.

In October 2013, as per IBIS data 0.57 lakh tonnes of wheat was exported as compared to 6.9 lakh tonnes in October 2012. Fall in exports has been witnessed due to bumper production in key wheat growing counties and cheaper wheat availability from Black sea region.

Wheat export floor price (as of now USD 300/T) has been revised down to USD 260 per tonne as per market reports. It will help to increase almost halted export. Govt.'s warehouses are bulging with

massive wheat stock (35.18 million T as on 16.10.2013 against the required norms of 14 million tonne till 1st of October).It includes 11 million T buffer norms and 3 million T strategic reserves.

Wheat stock in central pool warehouses was registered at 35.18 million T as on 16.10.2013,higher than actual requirement of 14 million tonne on 1st Oct.'2013.The highest accumulated stock is in Punjab(12.82 million T)followed by Haryana(8.28 million Tonne) and Madhya Pradesh(5.65 million tonne) as on 16.10.2013.

Haryana government has set state wheat production target at 127.48 lakh tonnes for 2013-14 from 25 lakh hectares. Last year Haryana produced 113.42 lakh tonnes of wheat due to adverse weather condition in January and February.

International market is likely to trade steady to slightly firm on increased demand from China, Iran and Brazil, however in medium term market is expected to remain steady to weak.

## Outlook

Feed prices are expected to trade steady to firm in the coming days due to slightly firm movement in the prices of key feed ingredients.

## Spreads

### Maize Average Weekly spread with Bajra

Week	Dec	Jan'13	Feb'13	Mar'13	Apr'13	May'13	Jun'13	Jul'13	Aug'13	Sep'13	Oct'13	Nov'13
1	213.0	115.0	113.0	86.0	106.0	71.00	-5.0	2.50	137.00	145.00	232.0	237.5
2	210.0	131.0	82.50	112.5	145.0	33.00	-9.0	29.00	200.00	204.00	275.5	
3	158.0	170.0	93.75	110.0	154.0	-100.0	-38.0	57.00	212.00	197.50	241.25	
4	147.0	153.0	102.0	110.0	86.0	-104.0	-49.0	120.00	124.00	190.00	230.0	
5		135.0				-72.0			132.00		234.0	

\*Market Center: Delhi. Maize – loose price. Maize prices less Bajra

As the table depicts, in Delhi spot market, maize spread with bajra increased as compared to last week as maize traded firm vs. bajra. Sources revealed that both commodities could trade firm in the near term also due to higher feed makers demand and continue the positive tone of the spread.

### Maize Average Weekly spread with Jowar

Week	Dec	Jan'13	Feb'13	Mar'13	Apr'13	May'13	Jun'13	Jul'13	Aug'13	Sep'13	Oct'13	Nov'13
1	192.0	205.0	107.0	142.0	265.0	171.0	88.0	175.00	230.00	321.66	364.0	487.5
2	218.0	190.0	80.0	172.5	322.0	133.0	146	175.00	295.00	402.00	366.0	
3	169.0	182.5	147.5	178.0	320.0	-23.0	243	197.00	305.00	390.00	400.0	
4	172.0	153.0	170.0	244.0	205.0	0.83	229	250.00	334.00	327.00	368.0	
5		132.5				53.0			372.00		370.0	

\*Market Center: Delhi. Maize – loose price. Maize prices less Jowar

As the table depicts, maize spread with jowar increased as jowar traded down during last week due to lower cattle feed makers demand. We expect that maize could trade firm with the steady price movement in jowar and keep maize spread with jowar up as compared to last week.

### Maize Average Weekly spread with Wheat

Week	Dec	Jan'13	Feb'13	Mar'13	Apr'13	May'13	Jun'13	Jul'13	Aug'13	Sep'13	Oct'13	Nov'13
1	-21	-48.0	-90.8	-59.0	-97	67	-132	-112.5	-107.5	-104.0	-128.0	-132.5
2	0.0	-44.0	-143	-14.0	-220	32	-133	-134.0	-125.0	-122.0	-139.0	
3	-5.0	4.0	-81.25	-2.50	-179	-140	-87.50	-182.5	-121.0	-152.0	-180.0	
4	-8.0	-31.0	-47.5	29.0	76.0	-174	-82.50	-	-75.0	-135.0	-157.0	
5		-62.0				-137		105.00	-66.0		-140.0	

\*Market Center: Delhi. Maize – loose price. Maize prices less Wheat

As the table depicts, maize spread with wheat increased as maize traded firm with the steady price movement in wheat. We expect that wheat could trade steady to slightly firm due to increase in OMSS price and fresh demand from millers and keep maize spread with wheat slightly firm as compared to last week.

### Maize Average Weekly spread with Barley

Week	Dec	Jan'13	Feb'13	Mar'13	Apr'13	May'13	Jun'13	Jul'13	Aug'13	Sep'13	Oct'13	Nov'13
1	242.0	135.0	71.67	152.0	327.5	290.0	213.0	133.0	165.0	244.0	195.0	237.5
2	268.0	140.0	62.50	189.0	369.0	283.0	185.0	115.0	199.0	220.0	191.0	
3	168.0	174.0	122.5	239.0	383.0	122.5	143.0	140.0	224.0	190.0	178.75	
4	172.0	139.0	167.0	294.0	314.0	151.0	147.5	185.0	270.0	197.0	158.0	
5		97.50				196.0			272.0		190.0	

\*Market Center: Delhi. Maize – loose price. Maize prices less Bajra

As the table depicts, in Delhi spot market, maize spread with barley increased as barley traded down during last week. We expect that barley could trade steady in the near term and keep maize spread with barley slightly firm for the next week.

Annexure

### Oil Meal Prices at Key Spot Markets:

#### Soy DOC Rates at Different Centres

Centers	Ex-factory rates (Rs/ton)		
	08.11.2013	01.11.2013	Parity To
Indore (MP)	33800	33000	Gujarat, MP
Kota	34000	33400	Rajasthan, Del, Punjab, Haryana

Akola	34000	33500	Andhra, Chhattisgarh, Orissa, Jharkhand, WB
Hingoli	-	32500	Andhra, Chhattisgarh, Orissa, Jharkhand, WB
Nanded/Latur	35000	33800	Andhra, AP, Karnataka ,TN
Dhulia/Jalna	35500	34500	Mumbai, Maharashtra
Nagpur (42/46)	34500	33800	Chhattisgarh, Orissa, Bihar, Bangladesh, AP, Karnataka, TN
Sangli	35500	34000	Local and South
Solapur	35000	33000	Local and South
Bundi	34000	33500	-

#### Soy DOC at Port

Centers	Port Price	
	08.11.2013	01.11.2011
Kandla (FOR) (INR/MT)	36000	35925
Kandla (FAS) (USD/MT)	574	580

#### International Soy DOC

Argentina FOB \$/MT	07.11.2013	31.10.2013	Change
Soybean Pellets	510	515	-5
Soybean Cake Meal	510	515	-5
Soybean Meal	518	523	-5
Soy Expellers	518	523	-5

#### Sunflower Meal Rates

Centers	Ex-factory rates (Rs/ton)		
	08.11.2013	01.11.2013	Change
Adoni	17000	16400	600
Khamgaon	16800	15800	1000
Parli	17000	16000	1000
Latur	16800	15800	1000



#### Groundnut Meal

Groundnut Meal	08.11.2013	01.11.2013	Change
Basis 45% O&A, Saurashtra	26000	25000	1000
Basis 40% O&A, Saurashtra	-	22500	-
GN Cake, Gondal	25500	24000	1500

#### Mustard DOC/Meal

Mustard DOC/Meal	08.11.2013	01.11.2013	Change
Jaipur (Plant Delivery)	14000	14000	Unch
Kandla (FOR)	15000	15000	Unch

#### Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	8 Nov, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1440	1425	1420	1450	1400
Davangere	Bilty	1280	1370	-	-	-
Naugachia	Bilty	1300	-	1250	-	-
Nizamabad	Bilty	1270	-	1450	-	1280
Ahmedabad	Feed	1340	1320	1560	1625	1350
	Starch	1340	1250	1430	1500	1380

#### FOB, C&F – Maize at Various Destinations (USD/ton)

	Argentina	Brazil	US	India (Bihar Origin)
FOB	203.54	189.7	215.28	230
Cost and Freight (Thailand)	253.54	244.7	275.28	265

#### Soy Meal Exports (In MT):

Month	2009	2010	2011	2012	2013
Jan	521243	240318	574996	474993	620133
Feb	375098	220552	540360	344240	577589
Mar	224639	163666	410537	460464	320265
Apr	100106	60264	305033	313832	100311
May	77018	60575	176819	142588	97546
Jun	109923	98400	117600	180987	213564
Jul	58268	166632	139547	168341	107038

Aug	127299	176138	165510	10005	
Sep	171955	290868	225921	6525	
Oct	219721	404960	223594	49840	
Nov	297340	443488	397659	517103	
Dec	328225	611157	798041	510698	
<b>Total</b>	<b>2610835</b>	<b>2937018</b>	<b>4075617</b>	<b>2668918</b>	

#### Feed Ingredient Prices at a Glance

<u>Commodity</u>	<u>State</u>	<u>Variety</u>	<u>Centre</u>	<u>8.11.2013</u>	<u>1.11.2013</u>	<u>Change</u>
Bajra	Karnataka	Hybrid	Bellary	1425	1268	157
		Hybrid	Bangalore	1430	1430	Unch
Jowar	Karnataka	White	Bangalore	1650	1800	-150
		White	Bellary	1385	1260	125
Maize	Karnataka	Yellow	Davangere	1250	1300	-50
	Andhra Pradesh	Yellow	Nizamabad	1225	1200	25
Rice	Haryana	IR8	Karnal	2250	2200	50
		Parmal Raw	Karnal	2500	2550	-50
Soy meal	Madhya Pradesh	DOC	Indore	33800	33000	800
	Maharashtra	DOC	Sangli	35500	34000	1500
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	17000	16400	600
	Maharashtra	Ex-factory	Latur	16800	15800	1000
Mustard	Rajasthan	Plant delivery	Jaipur	14000	13800	200
Groundnut Meal	Gujarat	GN Cake	Gondal	25500	24000	1500

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