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## Summary

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Agriwatch expects that Maize would trade steady to slightly range-bound, as expectation of an increase in crop arrivals in coming week may weigh on market sentiments. On the other hand, if markets re-open soon and demand from local millers continues, it would support the market at the lower level.

Sources revealed that around 80-85% crop has been harvested but farmers are still not willing to sell their produce on the expectation of procurement by the Government and also uncertainty regarding the chances of market opening and closing uncertainties.

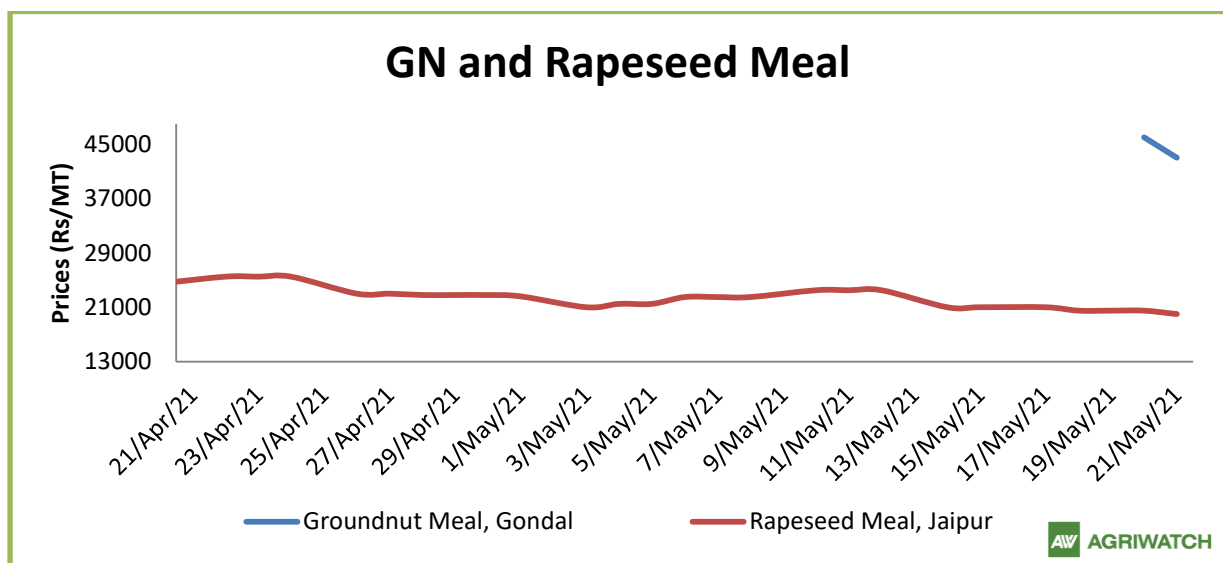
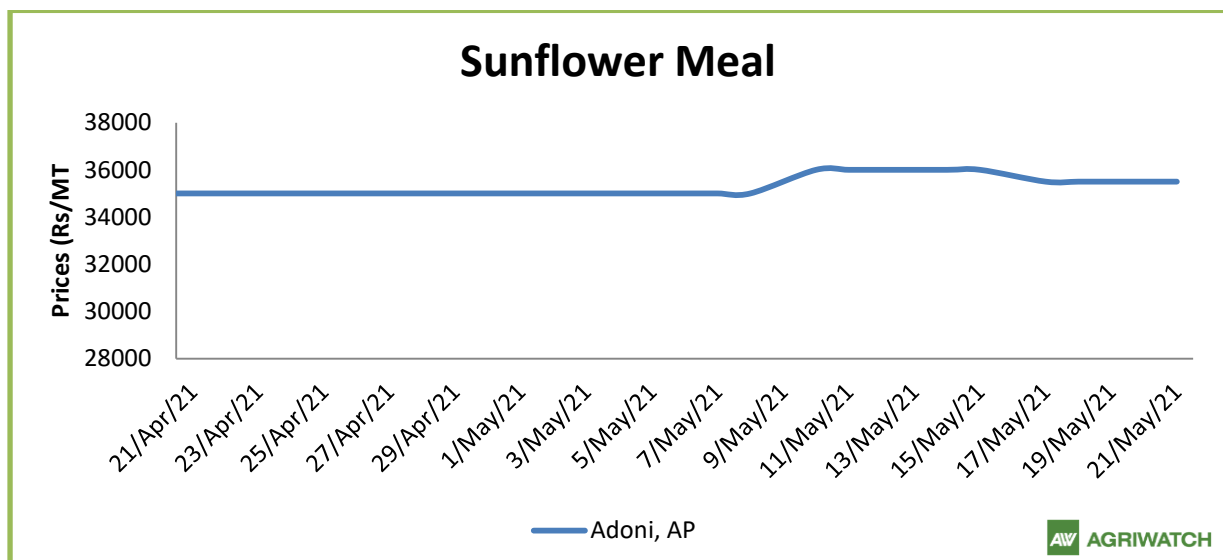
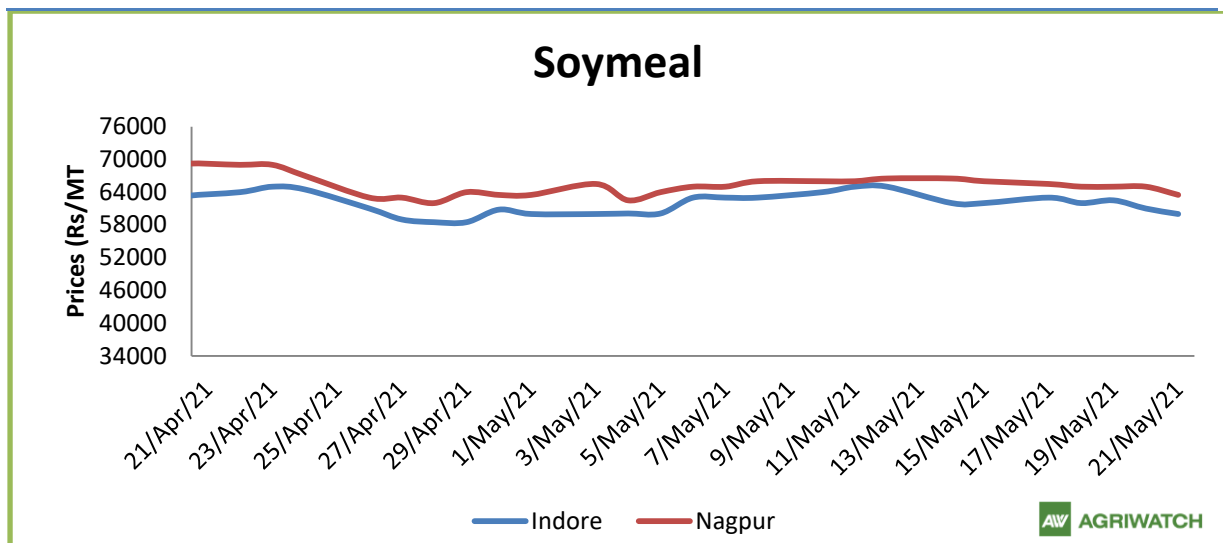
With the rising coronavirus cases all across the country, the major cotton markets were closed due to lockdown restrictions. This has also affected the demand for both cottonseed oil and cottonseed oilcake in the major markets. The major market of Gujarat for cottonseed oil is closed due to lockdown restrictions but the cottonseed oil prices have increased from the previous week by 2- 4 percent in Hyderabad and Mumbai market. Also, the cottonseed oilcake prices have increased by around 1 percent. The average price of cottonseed oilcake in the Kadi market was Rs. 2764 per quintal from Rs. 2646 per quintal and in Akola was at Rs. 2775 per quintal from Rs. 2772 per quintal the previous week.

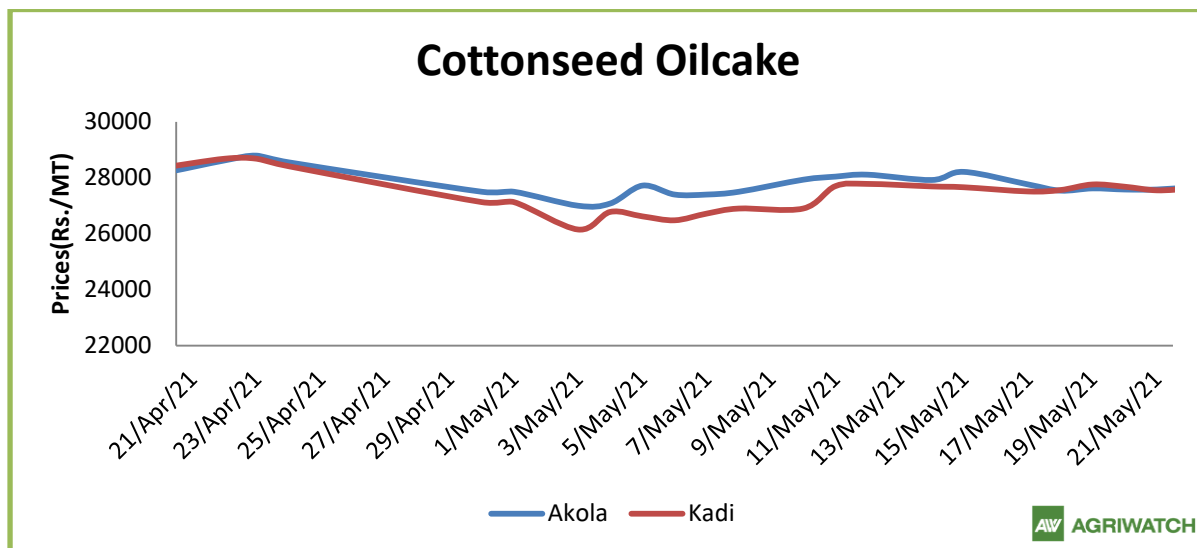
All India's weekly average prices decreased by 2.14 percent to Rs. 1997.58 per quintal during the week ended 23rd May 2021. Wheat average prices were ruling at Rs 2017.37 per quintal during 16th–23rd May 2020, which is lower by 0.98 percent from the current week last year. Due to imposed of PMGKAY scheme for May-June and ongoing procurement, wheat is likely to trade steady to slightly weak in coming weeks.

Soybean fell on decline in demand from the oilseeds' processor at the current market price. The soybean crush margin continued to fall deeper in the negative territory making crushing unviable day by day, fall in the prices will improve the crush margin to some extent. Import duty on edible oils may reduce which may put pressures on edible prices and also affect soy prices. However, low soy stock in US and lock down condition in Argentina will support prices at some extent. Some of soybean cash market yards remained closed for COVID lockdown restrictions during the week. Good export demand for soymeal and other oilmeal will help to rise the prices in future. CBOT July soybean futures closed 7 cents down at \$ 15.26 1/4. New crop November soybean futures also closed 7.25 cents down at \$ 13.60 3/4, on Friday.

Rapeseed-mustard witnessed mild losses as the oilseeds' crushers reduced the crushing momentum and refrained from the seed market following it's exceptionally higher, all time high, prices in recent weeks. Limited arrivals will support prices at few extent. In Jaipur, RM seed average weekly prices declined by 3.51% to the weekly average price of Rs 7413 a quintal from Rs 7683 a quintal in last week. The crushing of the seed is at the steady pace on lower mustard oil demand.

**Trend – Raw Material, Fee**





**Source: AgriWatch**

### Soy meal

The domestic soymeal fell in tandem with the soybean as the meal buyers refrained to offtake at the price which were too high after they jumped in recent weeks. The domestic soymeal declined by -3.22% compared to the previous week.

The soymeal along with other oilmeal exports continued remain strong in May 2021, as in the recent months.

In this regard, the solvent Extractors' Association of India has already urged SEBI for the intervention on NCDEX soy futures to maintain orderly development in soybean contract. The association believes that the market is widely dominated by the speculators and it's heading upwards everyday.

In the letter to SEBI on Friday, Atul Chaturvedi, President of SEA of India, said both soy crushing and poultry industry is negatively hit in the process.

July soymeal futures settled \$ -2.20 down at \$ 3.98 per short ton, the prices are down on profit booking phase in the markets..

World 2021/22 soymeal production is estimated higher at 260.31 million tonnes vs 253.12 million tonnes against last year record, in its May report.

Higher 2021/22 US soybean planting estimates in the prospective planting report on May 17 indicates higher availability of the bean and subsequently meal if the crop yield stands at normal.

Robust Chinese soy demand, lower than expected soybean production estimates in US and Argentina will remain bullish for soymeal for some more time.

The gains in local soymeal will be supported by the strong and continued overseas soymeal demand of Indian origin.

India's Apr 2021 soymeal exports increased by 53% to 39,705 metric tonnes compared to 25,940 metric tonnes in the same period last year. Further, the soymeal shipments improved by +126% to 15,64,833 metric tonnes in aggregate, during the last ten months (Apr.-Mar.) of financial year 2020-21 compared to 69,2833 metric tonnes during the corresponding period last year.

India's export of oilmeals for the month of April 2021 is reported at 303,458 metric tonnes compared to 102,150 metric tonnes in April 2020 i.e. up by +197%.

The overall export of oilmeals during April to March 2021 is also reported up by +51% at 36,80084 metric tonnes compared to 24,33617 metric tonnes during the same period last year.

Of the total soymeal exports in March 2021, Germany, Vietnam and South Korea remained top buyers with imports figures touching 73,700 metric tonnes, 66,044 metric tonnes and 44,240 tonnes respectively.

### **Rapeseed - Mustard Seed**

Rapeseed-mustard witnessed mild losses as the oilseeds' crushers reduced the crushing momentum and refrained from the seed market following its exceptionally higher, all time high, prices in recent weeks. Limited arrivals will support prices at few extent.

In Jaipur, RM seed average weekly prices declined by 3.51% to the weekly average price of Rs 7413 a quintal from Rs 7683 a quintal in last week.

The crushing of the seed is at the steady pace on lower mustard oil demand.

NAFED had commenced procuring the rapeseed-mustard and has procured 0.03 MT of rapeseed-mustard valued Rs 0.014 Lakh from Madhya Pradesh at MSP (Rs 4650/qtl) under PSS. However, the procurement couldn't pick-up the pace due to COVID lockdown restrictions.

AW has revised India's 2021/22 rapeseed-mustard production up to 8.54 million tonnes from 8.0 million tonnes estimated in its previous forecast and it is up 18% from 7.21 million tonnes estimated last season. The Government estimation of mustard crop is high at 10.4 MT. The COOIT has estimated mustard production at 8.90 MT.

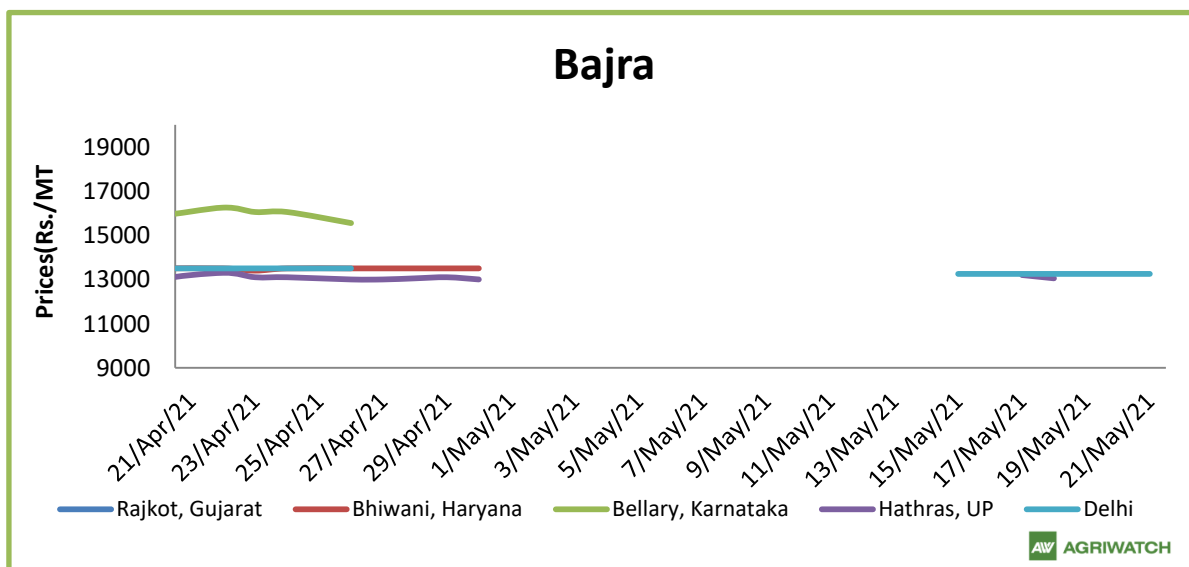
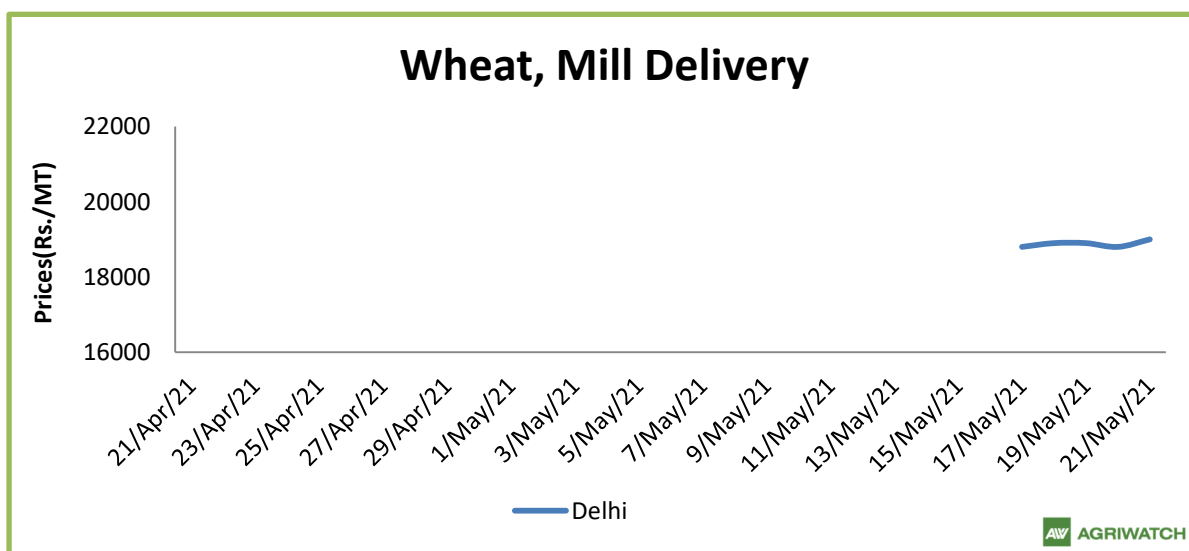
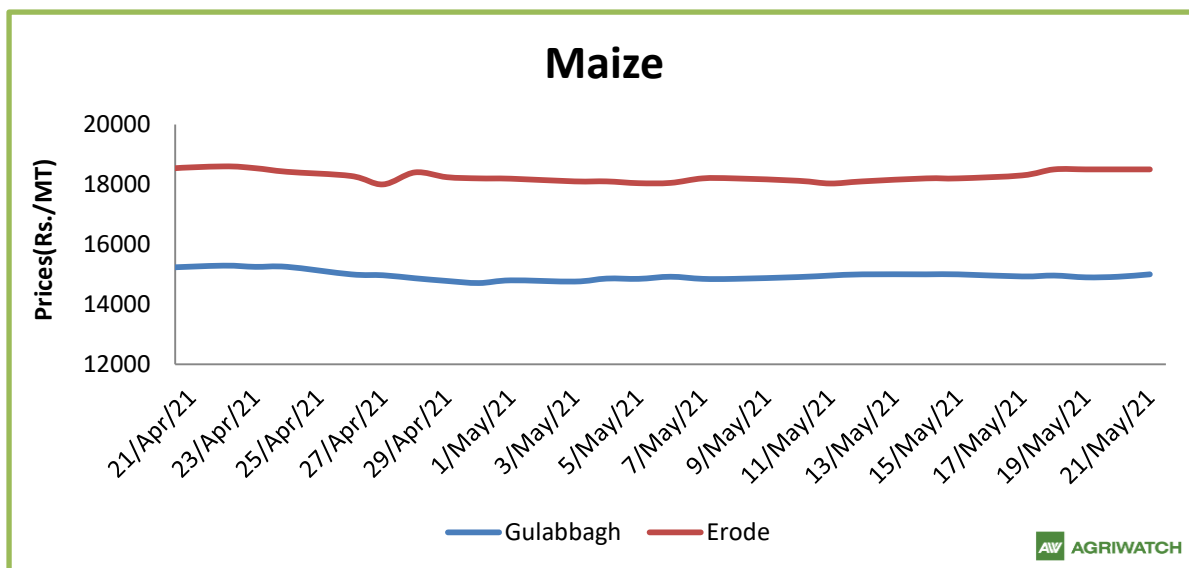
Further, the rapeseed oilcake decreased by 5.15% to the weekly average price of Rs. 2762/qtl compared to the weekly average price of Rs. 2912/qtl previous week.

India has not imported any rape oil (canola) in March too as in last several months. India is unlikely to import the rape oil in coming months too. Lower imports in rape oil (canola) will lend support to the local rapeseed-mustard prices at the higher levels.

However, India's exports for rapeseed meal during April-March 2021 was up +16% at 11,13,021 metric tonnes compared to 96,1312 metric tonnes during the same period previous marketing season.

The export of rapeseed meal in March'21 is reported at 84,276 metric tonnes against last year 89,235 metric tonnes during the same period i.e. down by -6%.

At NCDEX futures, the June contract of rapeseed-mustard ended lower at 6,945/Qtl compared to 7,345/Qtl in last week.



**Source: Agriwatch (Prices: Maize-Industrial/Feed Grade: Narela Market, Delhi)**

During the week under review, almost steady sentiments were reported in most of the major cash markets of Maize. Major Maize markets remained closed due to Coronavirus lockdown.

Sources revealed that (loose) Maize in Bihar, markets is being traded at Rs. 1,400 per quintal, (Bilty) Maize in Bihar is being traded at Rs. 1,450 per quintal. Also Maize in Badwani, M.P is being traded between Rs. 1300 – Rs. 1600 per quintal, containing moisture between 20%-14%. Sources revealed that Maize in villages nearby Nizamabad, is being traded at Rs. 1,520-Rs. 1550 per quintal.

Corn on CBOT rose by 47.93 USD/MT to 261.60 USD/MT for July'21 contract compared to previous week, this can be attributed to cautious market sentiment. Agriwatch expects that Corn on CBOT would consolidate in the range of 250.89 USD/MT to 295.26 USD/MT for coming week. U.S. Maize exports have reached 47.28 MMT in the 2020-21 marketing year, at 2.23 MMT (for the period May7 - May13, 2021). U.S. Maize exports were up by 45 percent from the previous week and 23 percent from the prior 4-week average; mainly for the destinations like China (1,009,700MT), Mexico (467,100 MTMT) , Japan (310,900MT), Colombia (113,000 MT), and Israel (111,200 MT).

**Outlook:** Feed prices will feature range-bound movement with weak bias on decline in crushing demand for seed at the higher prices and also overall feed ingredients prices traded range bound with weak bias during last week.

**Annexure**
**Oil Meal Prices at Key Spot Markets:**
**Soy DOC Rates at Different Centers**

Centers	Ex-factory rates (Rs/ton)		
	20-May-21	14-May-21	Parity To
Indore - 45%, Jute Bag	61000	62000	Gujarat, MP
Kota - 45%, PP Bag	63500	65000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	66500	67700	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	65000	66500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	65000	67000	Andhra, AP, Kar, TN
Latur	65000	68000	-
Sangli	64500	67000	Local and South
Solapur	61500	63000	Local and South
Akola – 45%, PP Bag	61500	63500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	63500	63500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	63300	64800	-

**Soy DOC at Port**

Centers	Port Price		
	19-May-21	12-May-21	Change
Kandla (FOR) (INR/MT)	NR	NR	-
Kandla (FAS) (USD/MT)	NR	NR	-
CNF Indonesia – Yellow SBM (USD/MT)	NR	NR	-

International Soy DOC			
Argentina FOB USD/MT	19-May-21	12-May-21	Change
Soybean Pellets	425	473	-48
Soybean Cake Flour	425	473	-48
Soya Meal	NR	NR	-
Soy Expellers	NR	NR	-
Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	20-May-21	14-May-21	Change
Adoni	35500	36000	-500
Khamgaon	NR	NR	-
Parli	NR	NR	-
Latur	35000	35500	-500

Groundnut Meal (Rs/MT)	20-May-21	14-May-21	Change
Basis 45%, Saurashtra	43000	Closed	-
Basis 40%, Saurashtra	42000	Closed	-
GN Cake, Gondal	46000	Closed	-

Mustard DOC/Meal	20-May-21	14-May-21	Change
Jaipur (Plant delivery)	20500	21000	-500
Kandla (FOR Rs/MT)	21200	21500	-600



Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	21-May-21	14-May-21	20-Apr-21	21-May-20	21-May-19
Delhi	Hybrid	1650	Closed	Closed	1410	2050
Davangere	Loose	1625	Closed	1610	1350	NA
Nizamabad	Bilty	1600	Closed	NA	Closed	2150
Ahmedabad	Feed	1600	Closed	1577	Closed	2081
	Starch	1740	Closed	Closed	1440	2250

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

As on 20.05.2021	Argentina	Brazil	US	India
FOB	251.00	266.00	265.00	249.25
Cost and Freight	301.00	321.00	325.00	284.00

Soy Meal Exports (In MT):

Month	2016	2017	2018	2019	2020	2021
Jan	7707	155160	105678	86378	41726	283167
Feb	1127	207977	73816	132375	20309	247085(p)
Mar	430.1	107059	39209	193920	61499	146379(p)
Apr	12295	124374	68264	40829	25940	
May	10400	48900	76026	53272	46614	
Jun	17930	45975	104088	62524	56638	
Jul	12270	80797	63747	76558	61957	
Aug	10615	87668	59643	95450	58190	
Sep	12210	102212	45388	35268	68576	
Oct	31390	71425	150388	63800	120290	
Nov	97750	207630	186409	69415	198776	
Dec	241250	168865	170588	72233	251221	
Total	455374.1	1408042	1143244	982022	1011736	1564833

Feed Ingredient Prices at a Glance						
Commodity	State	Variety	Centre	21-May-21	14-May-21	Change
Bajra	Karnataka	Hybrid	Bellary	NA	NA	-
		Hybrid	Bangalore	1950	1959	-9
Jowar	Karnataka	White	Bangalore	2650	2650	Unch
		White	Bellary	NA	NA	-
Maize	Karnataka	Yellow	Davangere	Closed	Closed	-
	Telangana	Yellow	Nizamabad	1600	Closed	-
Rice	Haryana	IR8	Karnal	3000	2900	Unch
		Parmal Raw	Karnal	2650	2550	100
Soy meal	Madhya Pradesh	DOC	Indore	6000	6200	-200
	Maharashtra	DOC	Sangli	6450	6700	-250
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3500	3600	-100
Mustard	Rajasthan	Plant delivery	Jaipur	2000	2100	-100
Groundnut Meal	Gujarat	GN Cake	Gondal	3900	Closed	-
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2758	2792	-34
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2755	2769	-14
Note: Prices Rs./Qtl						

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