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Summary

Agriwatch expects that Maize would trade steady to slightly strong, on expectation that crop arrivals in coming weeks would remain slow. Also, demand from local and international feed makers continues, that would support the market at the lower level. Domestic trade in Davangere markets is very sluggish due to Covid restrictions.

Sources revealed that millers in Uttar Pradesh and Uttarakhand are buying Maize between Rs. 1,550-Rs.1750 per quintal sourced from Gulabbagh, Bihar. Maize in Bihar markets is being traded between Rs. 1350-Rs. 1450 per quintal, containing moisture between 17-20 percentage. Arrivals in Bihar markets are very little due continuous rainfall since past week.

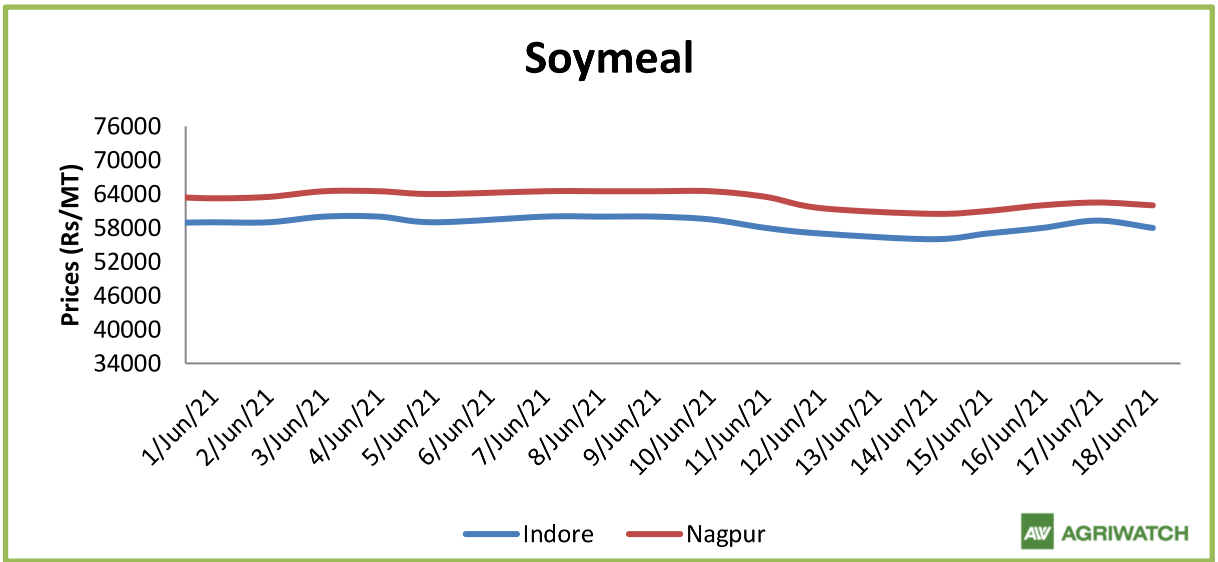
The cottonseed oil prices have decreased from the previous week by 3-5 percent in Rajkot, Hyderabad, and Mumbai market and the cottonseed oilcake prices have increased by around 1-2 percent. The average raw cotton prices are prevailing between Rs. 7660-7712 per quintal in Rajkot market which are much above than the minimum support price of Rs. 5825 per quintal for 2020-21 season. The average price of cottonseed oilcake in the Kadi market has increased and was at Rs. 2970 per quintal from Rs. 2933 per quintal, whereas, in Akola prices were at Rs. 2939 per quintal from Rs. 2911 per quintal the previous week.

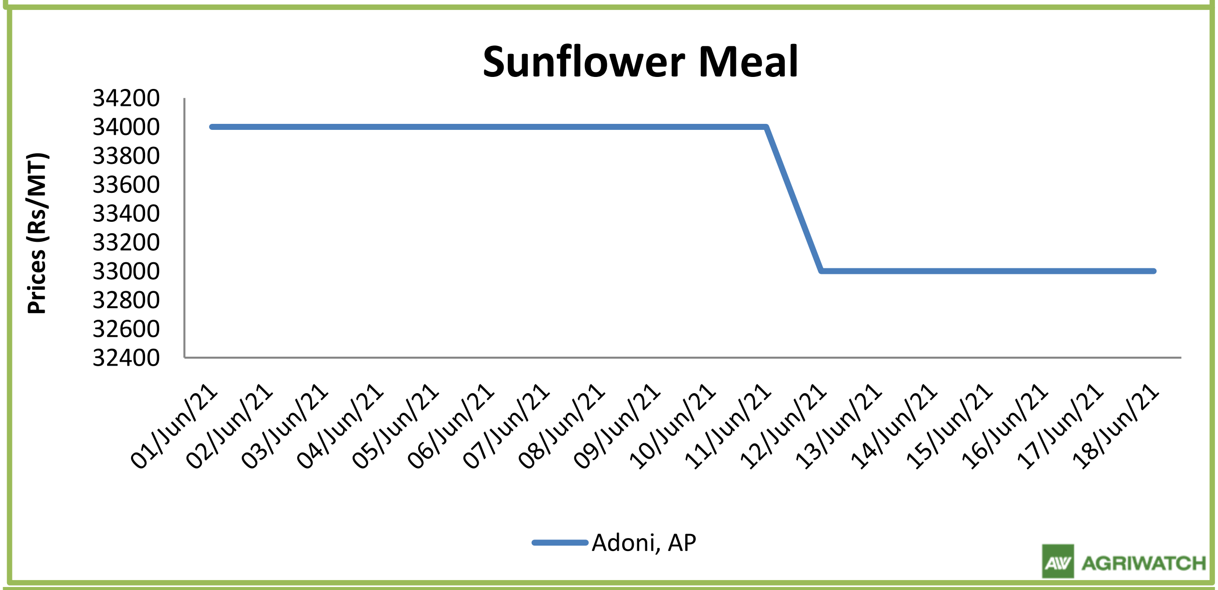
All India's weekly average prices sharply decreased by -0.88 percent to Rs. 2378.69 per quintal during the week16th June to 23rd June 2021 compared to Rs.2399.79 per quintal in last week. Wheat average prices quoted higher by 15.94% against Rs. 2051.64 per quintal during 16th–23rd June 2020. Due to imposed of PMGKAY scheme till November 2021 wheat is likely to trade steady to weak tone in coming weeks. However, procurement activity of government may curb any major fall. Procurement of Wheat in ongoing RMS 2021-22 is continuing smoothly in the procuring States of Haryana, Uttar Pradesh, Madhya Pradesh, Rajasthan, Himachal Pradesh, Delhi, and Jammu & Kashmir at MSP, as was done in previous seasons, and till now (up-to 17.06.2021) a quantity of over 431.12 LMT of Wheat has been procured higher against 394.12 LMT in last year in the corresponding period of time. About 46.65 lakh farmers have already been benefitted with MSP value of Rs.83,228.35 crore from the ongoing RMS procurement operations.According to FCI, there were about 19,036 wheat procurement centres during the ongoing 2021-22 Rabi marketing season. Total stock of wheat in the central pool is around 525.65 LMT which is higher than buffer stock norms.

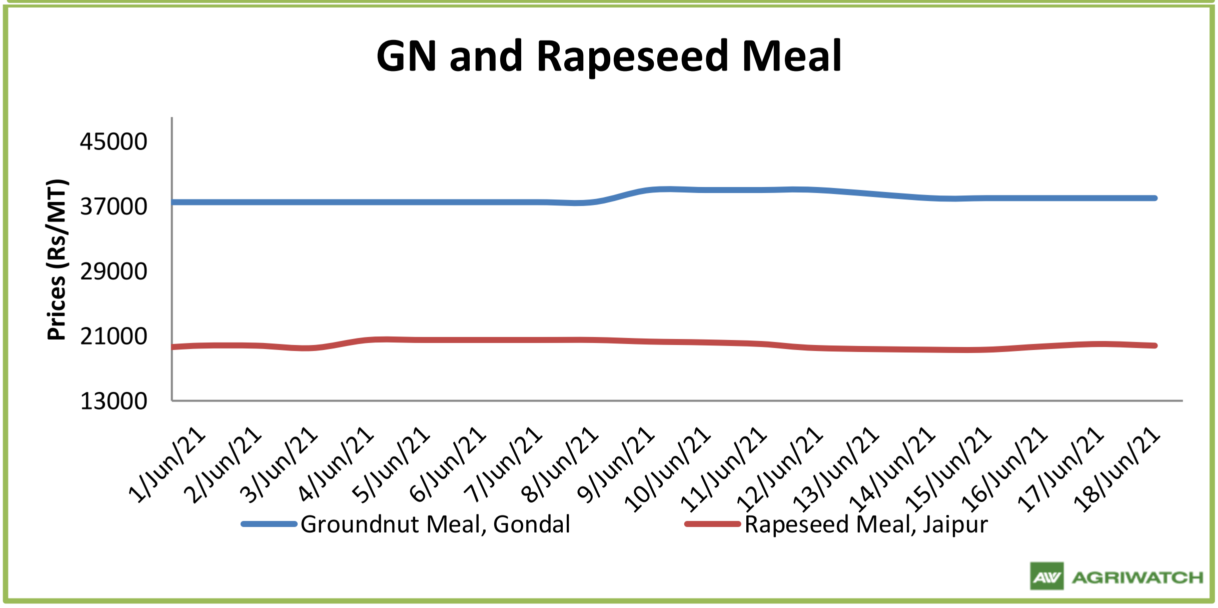
The soybean prices are expected to be in range bound to weak zone due to weak domestic and international clues. The prices (Nagpur, plant basis) are expected to be in range of Rs 6900/Qtl – Rs 7200/Qtl. Soymeal prices are expected to continue rise on good offtake from the poultry and feed manufacturers, also strong soymeal export sales and bullish sentiments in overseas markets will support prices.The soymeal exports continued to be strong since the commencement of marketing season. The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 57,000 – 61,000 /MT on good local and export demand, for medium-term.

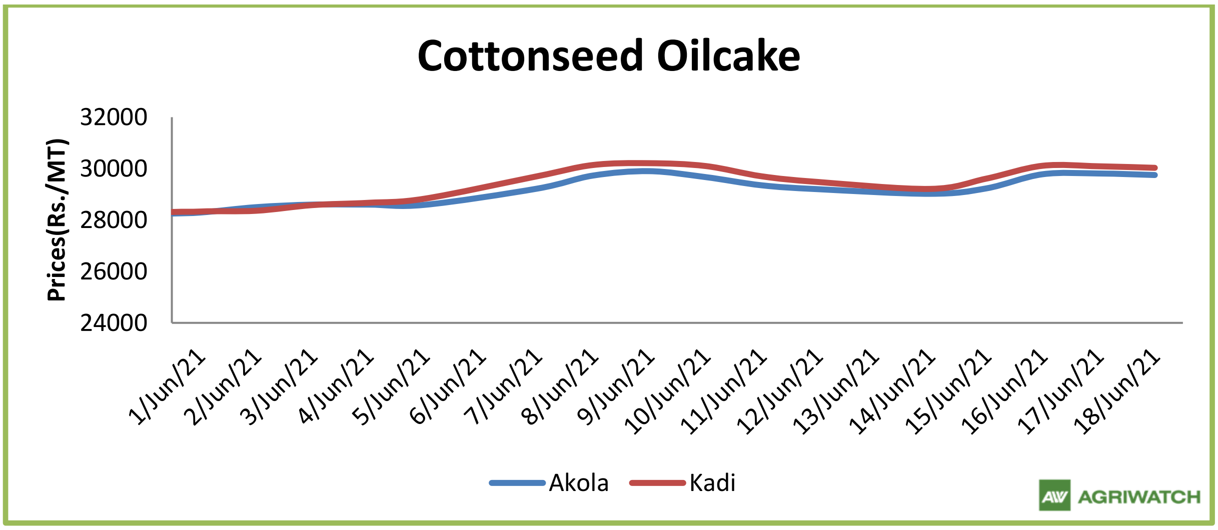
Rapeseed-mustard is expected to feature range-bound movement on weak-bias on weak demand at the higher price level. The seed prices are likely to witness the price levels between 6,800 –7,100/Qtl. in short-run.

Trend – Raw Material, Fee









Source: AgriWatch

Soy meal

The domestic soymeal slumped by 3.8% compared to the previous week. Soymeal expected to trade range bound . However, good demand in global market may support prices.The soymeal alongwith other oilmeal exports continued remain strong in June2021, as in the recent months. July soymeal futures settled 0.63cents lowerat $3.67per short ton,on Friday. World 2021/22 soymeal production is estimated higher at 260.31 million tonnes vs 253.12 million tonnes against last year record, in its June report.

Higher 2021/22 US soybean planting estimates in the prospective planting report on June 13, 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. India's May 2021 soymeal exports increased by 12% to 52,434 metric tonnes compared to 46,614 metric tonnes in the same period last year. Further, the soymeal shipments improved by +27% to 92,193 metric tonnes in aggregate, during the last ten months (April-may.) of financial year 2020-21 compared to 72,554 metric tonnes during the corresponding period last year.

India's export of oilmeals for the month of May 2021 is reported at 228,242 metric tonnes compared to 248,007 metric tonnes in April 2020 i.e. down by -8%. The overall export of oilmeals during April -May 2021 is also reported up by +52% at 531,700 metric tonnes compared to 350,157 metric tonnes during the same period last year. In current year financial year 2021-22, export of oilmeals in first two months showing improvement. Export of Soybean meal slightly improved, thanks to buying by U.S.A., while Rapeseed meal substantially increased, due to higher shipment to South Korea and Thailand. Ricebran Extraction is performing better due to larger demand from Vietnam and Bangladesh.

The domestic weekly average soymeal prices at Indore was 3% down to Rs 57,550 /MT and was quoted between Rs 56,000 – 59,300/MT compared to the weekly average of Rs 59,750/MT and was traded between the price ranges of Rs. 59,000 – 60,000/MT previous week. Weekly average prices at various centers also closed higher side compared to last week prices. At Latur,the weekly average soymeal prices declined 0.3%to Rs.63,333/MT compared to Rs. 63,750/MT a week ago however in Nanded it was quoted 0.9% lower at Rs. 63,333/MT compared to Rs. 63,916/MT a week ago. In Kotathe meal prices declined to Rs.659,516/MT compared to Rs.61,966/MT previous week.

Rapeseed - Mustard Seed

Rapeseed-mustard witnessed loss after weak domestic and global factors, as US government provide relief to U.S. oil refiners from mandates requiring the blending of biofuels including soy-based biodiesel. However, expected weak trend in other oilseeds may weigh on mustard prices in coming week but buying at lower level and short covering may support price gains.

Rapeseed Mustard slumped 6% to Rs.6842 /Qtl this week as compared to Rs 7296/Qtl last week.

NAFED had procured the rapeseed-mustard at 0.03 MT of rapeseed-mustard valued Rs 0.014 Lakh from Madhya Pradesh at MSP (Rs4650/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.

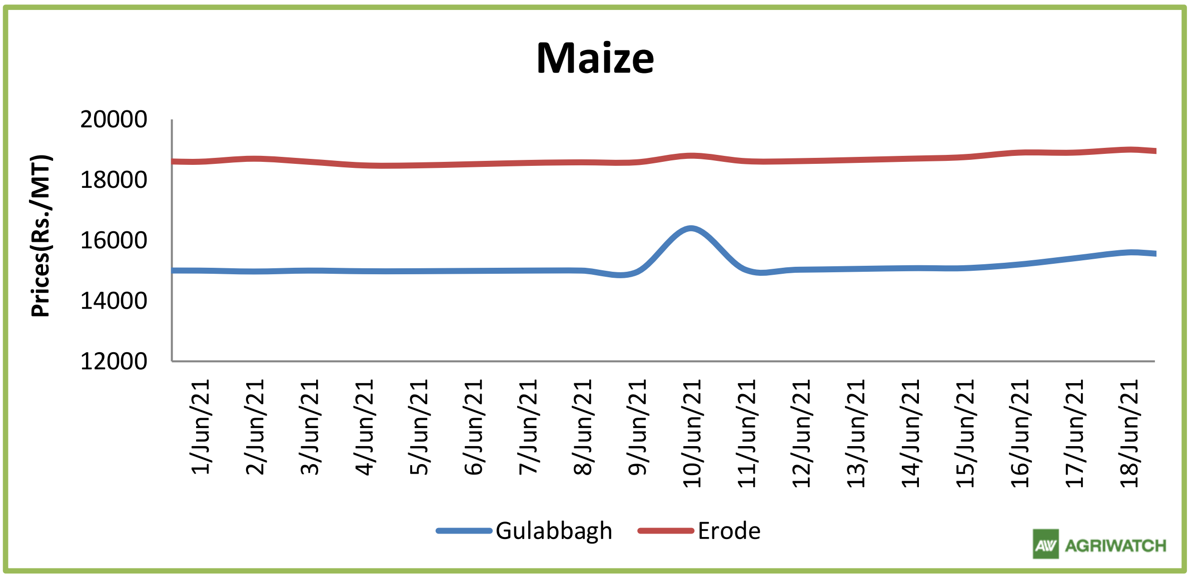
Rapeseed oilcake traded 4% lower Rs 2695/ Qtl as compared to last week Rs 2800/Qtl, weakness in Rapeseed prices put additional pressure on the downside.

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.

India's exports for rapeseed meal during April-May 2021 were up +66% at 274,692 metric tonnes compared to 165,737 metric tonnes during the same period previous marketing season.

The export of rapeseed meal in May'21 is reported at 96,870 metric tonnes against last year 14,4244 metric tonnes during the same period i.e. lower by -33%.

At NCDEX futures, the July contract of rapeseed-mustard fell at 6,565/Qtl compared to 6,843/Qtl in last week.


Maize
Prices(Rs./MT)
20000
18000
16000
14000
12000
1/Jun/21
2/Jun/21
3/Jun/21
4/Jun/21
5/Jun/21
6/Jun/21
7/Jun/21
8/Jun/21
9/Jun/21
10/Jun/21
11/Jun/21
12/Jun/21
13/Jun/21
14/Jun/21
15/Jun/21
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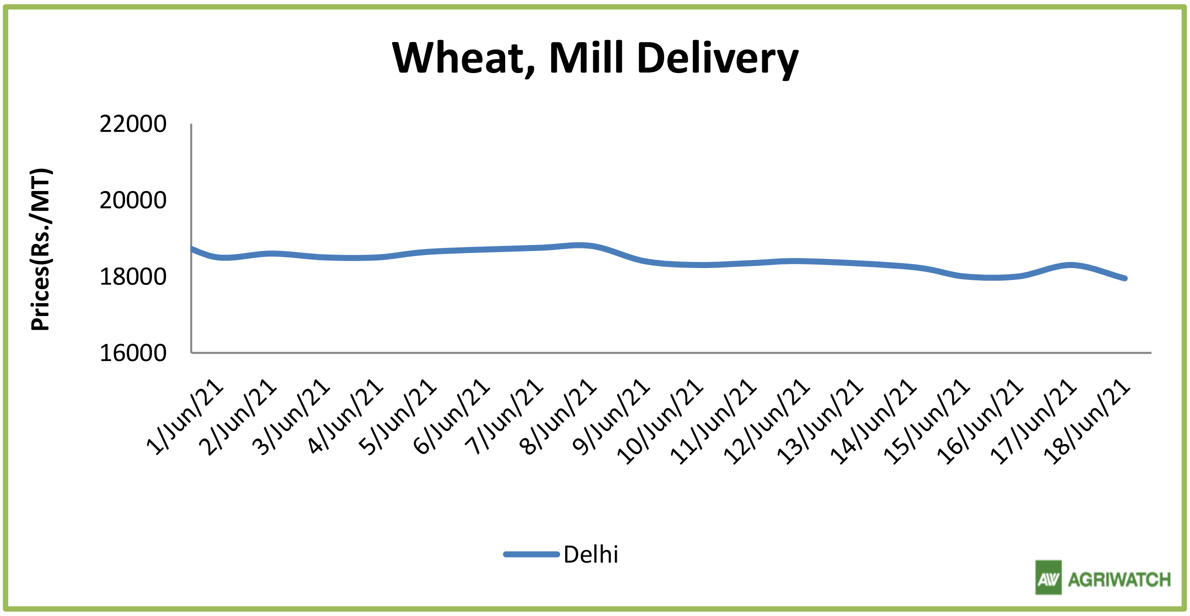
17/Jun/21
18/Jun/21
Gulabbagh
Erode
AGRIWATCH


Wheat, Mill Delivery
Prices(Rs./MT)
22000
20000
18000
16000
1/Jun/21
2/Jun/21
3/Jun/21
4/Jun/21
5/Jun/21
6/Jun/21
7/Jun/21
8/Jun/21
9/Jun/21
10/Jun/21
11/Jun/21
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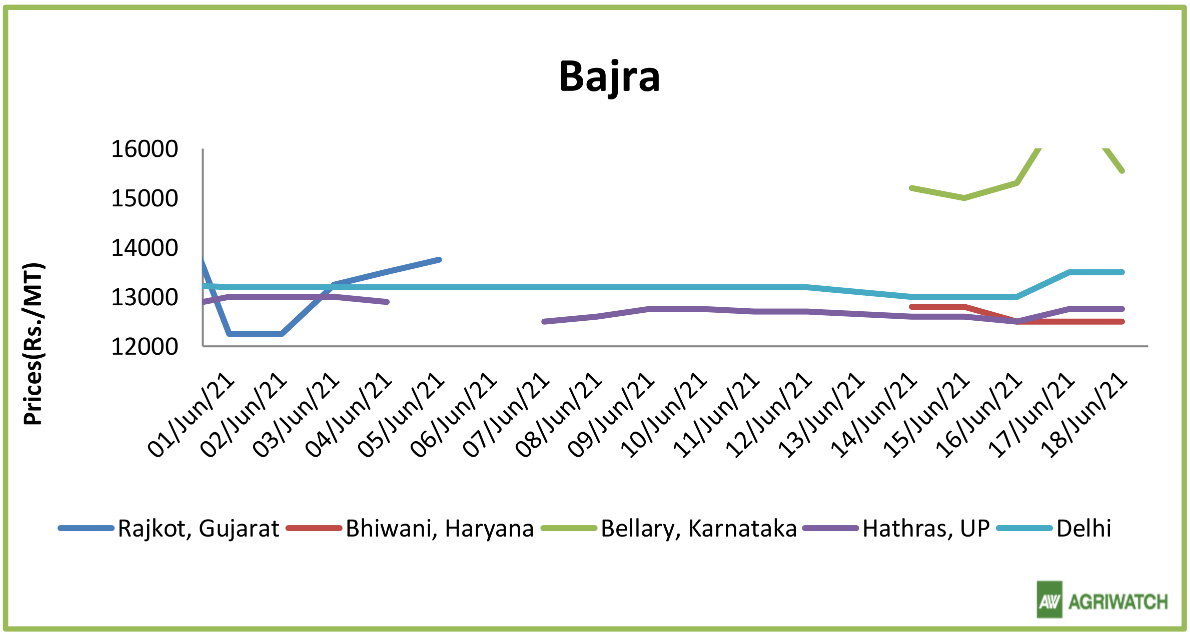
17/Jun/21
18/Jun/21
Delhi
AGRIWATCH


Bajra
Prices(Rs./MT)
16000
15000
14000
13000
12000
01/Jun/21
02/Jun/21
03/Jun/21
04/Jun/21
05/Jun/21
06/Jun/21
07/Jun/21
08/Jun/21
09/Jun/21
10/Jun/21
11/Jun/21
12/Jun/21
13/Jun/21
14/Jun/21
15/Jun/21
16/Jun/21
17/Jun/21
18/Jun/21
Rajkot, Gujarat
Bhiwani, Haryana
Bellary, Karnataka
Hathras, UP
Delhi
AGRIWATCH

Source: Agriwatch (Prices: Maize-Industrial/Feed Grade: Narela Market, Wheat Mill Delivery)

During the week under review, steady to range bound sentiments were reported in most of the major cash markets of Maize.

Sources revealed that Maize in areas nearby Nizamabad is being traded between Rs. 1450- Rs. 1550 per quintal Maize in M.P, Khargone and nearby areas is being traded at an average of Rs.1325 per quintal.

Corn on CBOT fell by 11.52 USD/MT to 257.96 USD/MT for July'21 contract compared to previous week over the chances of improved weather in Eastern Midwest region. Agriwatch expects that Corn on CBOT would consolidate in the range of 240.89 USD/MT to 290.26 USD/MT for coming week.

U.S. Maize exports have reached 54.57MMT in the 2020-21 marketing year, at 1.66 MMT (for the period June 3 – June 10, 2021). U.S. Maize exports were up by 1 percent from the previous week but down by 16 percent from the prior 4-week average; mainly for the destinations like China (615,000 MT), Japan (550,300 MT), Mexico (348,100 MT), Colombia (44,000 MT), and Morocco (34,400 MT).

Wheat's average mill delivery prices showed mixed trend at Indore, Delhi, Ahmedabad and Kota markets in the week ending during 15thJune–21st June 2021. Markets had shown firm movement at Kota and Ahmedabad despite weak supplies. Wheat is likely to trade range-bound to weak tone in short run.

Outlook: Feed prices will feature in range bound to weak zone due to international clues.

Annexure

Oil Meal Prices at Key Spot Markets:

Soy DOC Rates at Different Centers

Centers	Ex-factory rates (Rs/ton)		
	17-Jun-21	10-Jun-21	Parity To
Indore - 45%, Jute Bag	59300	59500	Gujarat, MP
Kota - 45%, PP Bag	60200	62500	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	63500	66000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	62500	64500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	63000	64000	Andhra, AP, Kar ,TN
Latur	62500	64500	-
Sangli	62000	63000	Local and South
Solapur	60300	61700	Local and South
Akola – 45%, PP Bag	60000	62000	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Hingoli	63500	63500	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Bundi	60000	62300	-

Soy DOC at Port

Centers	Port Price		
	16-Jun-21	09-Jun-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	**16-Jun-21**	**09-Jun-21**	**Change**
Soybean Pellets	410	412	-2
Soybean Cake Flour	410	412	-2
Soya Meal	-	-	Unch
Soy Expellers	-	-	Unch
Sunflower (DOC) Rates	**Ex-factory rates (Rs/ton)**		
Centers	**17-Jun-21**	**10-Jun-21**	**Change**
Adoni	33000	34000	-1000
Khamgaon	-	-	Unch
Parli	-	-	Unch
Latur	32500	33500	-1000

Groundnut Meal (Rs/MT)	17-Jun-21	10-Jun-21	Change
Basis 45%, Saurashtra	40000	41500	-1500
Basis 40%, Saurashtra	38000	39000	-1000
GN Cake, Gondal	41000	43000	-2000

Mustard DOC/Meal	17-Jun-21	10-Jun-21	Change
Jaipur (Plant delivery)	20000	20200	-200
Kandla (FOR Rs/MT)	20500	21000	-500

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	17-Jun-21	10-Jun-21	17-May-21	17-Jun-20	17-Jun-19
Delhi	Hybrid	1630	1625	1650	1350	1850
Davangere	Loose	1660	1660	1615	1400	NA
Nizamabad	Bilty	1700	Closed	1600	1400	NA
Ahmedabad	Feed	1919	1841	1803	1494	2350
	Starch	1700	1680	1750	1390	2050

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

As on 16.06.2021	Argentina	Brazil	US	India
FOB	251.00	269.00	299.00	238.71
Cost and Freight	301.00	324.00	359.00	273.71

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
Mar	430.1	107059	39209	193920	61499	146379
Apr	12295	124374	68264	40829	25940	39750
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**	**14-Jun-21**	**12-Jun-21**	**Change**
Bajra	Karnataka	Hybrid	Bellary	1555	NA	-
		Hybrid	Bangalore	1950	NA	-
Jowar	Karnataka	White	Bangalore	2650	2650	Unch
		White	Bellary	1435	NA	-
Maize	Karnataka	Yellow	Davangere	NA	NA	-
	Telangana	Yellow	Nizamabad	1700	NA	-
Rice	Haryana	IR8	Karnal	3500	3000	Unch
		Parmal Raw	Karnal	3000	2550	+450
Soy meal	Madhya Pradesh	DOC	Indore	5800	5700	+100
	Maharashtra	DOC	Sangli	6200	6250	-50
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3300	3300	Unch
Mustard	Rajasthan	Plant delivery	Jaipur	1980	1950	+30
Groundnut Meal	Gujarat	GN Cake	Gondal	4100	4150	-50
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2975	2920	+55
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2993	2948	+45
Note: Prices Rs./Qtl						