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Summary

Agriwatch expects that Maize would trade range bound with a slightly weak bias for a short term, on the expectation that domestic demand would decrease due to reason that Telangana government has provided Maize to poultry owners and less export demand. However little or no arrivals in the Market might support the Maize Market.

Sources revealed that good quality Maize is being traded in Bihar at Rs. 1800 per quintal, while lower grades are being traded upto Rs.1600 per quintal. Maize sourced from Gulabbagh and Purnia regions of Bihar is being exported to Bangladesh.

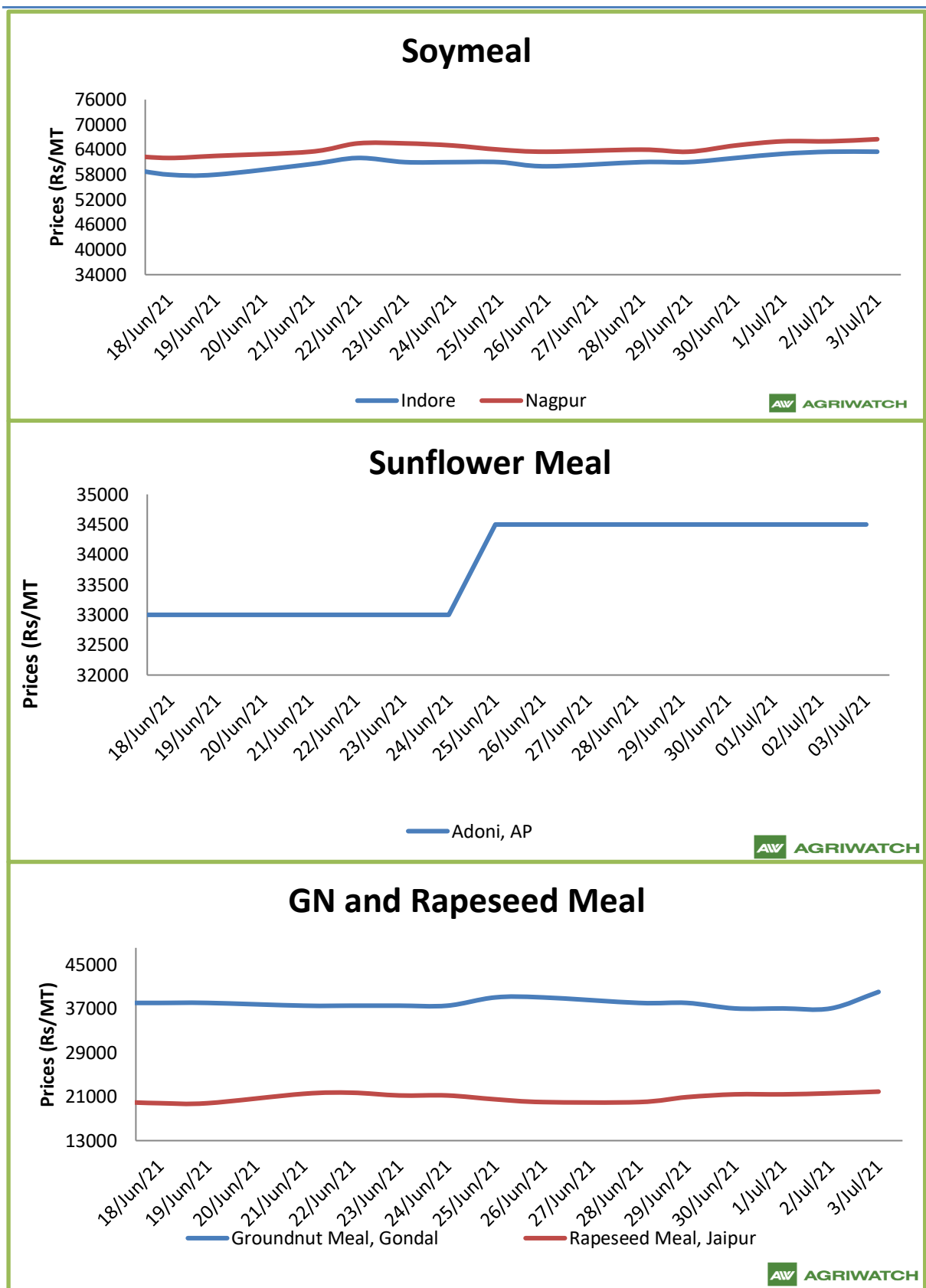
Cotton market has maintained a firm trend these days and a similar trend was observed in Cottonseed oilcake market. The Cottonseed Oilcake prices have increased around 6-8 percent in June 2021 where else cotton seed oil prices have decreased by 5-7 percent compared to previous month. The average price of cotton seed oilcake in the Kadi market has decreased in the last week and was at Rs. 2907 per quintal from Rs. 2979 per quintal and in Akola was at Rs. 2922 per quintal from Rs. 2974 per quintal the previous week.

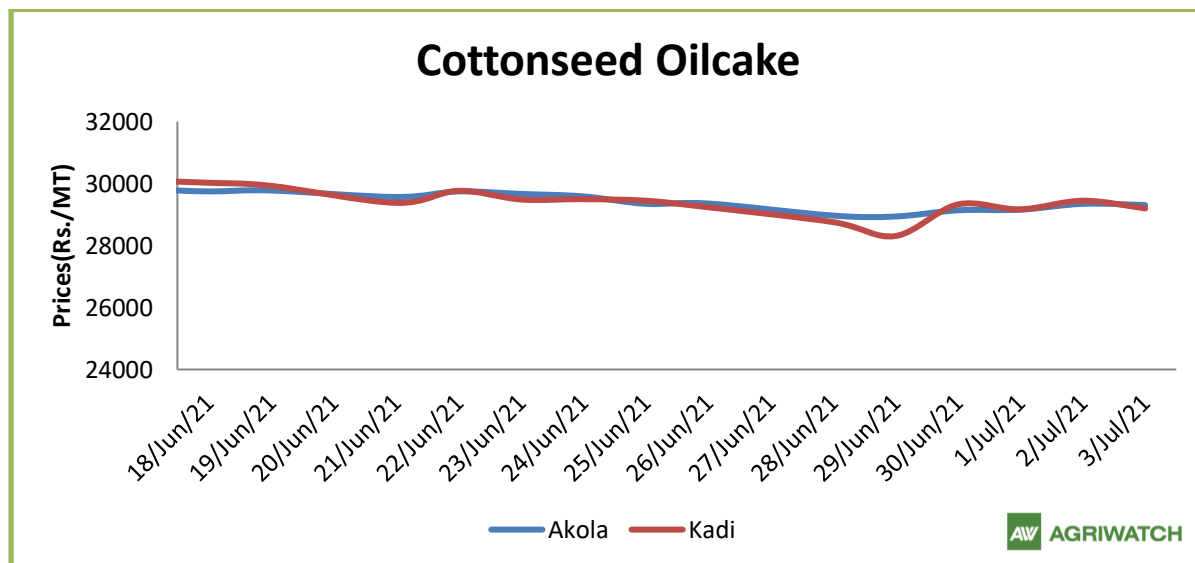
All India's weekly average prices sharply increased by 3.57 percent to Rs. 2104.31 per quintal during the week 24th June to 30th June 2021 compared to Rs.2031.65 per quintal in last week. Wheat average prices quoted higher by 1.65% against Rs. 2070.03 per quintal during 24th–30th June 2020. Due to imposed of PMGKAY scheme till November 2021 wheat is likely to trade steady to weak tone in coming weeks. Slow procurement activity of government will also not support prices much. 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 27.06.2021) a quantity of over 432.83 LMT of Wheat has been procured all time higher against 395.51 LMT in last year in the corresponding period of time. About 49.07 lakh farmers have already been benefitted with MSP value of Rs.85,483.25 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 587.68 LMT which is higher than buffer stock norms.

The soymeal exports numbers are expected to witness firm tone in near term. However strength in soybean and other oilseed complex may draw support to soymeal as well. The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 60,000 – 63,000 /MT on good local and export demand, for medium-term.

Arrival of mustard seed in mandis has decreased at all places in the country which may support the prices. However, Rapeseed-mustard is expected to feature firm tone in near term due to domestic and international factors. The seed prices are likely to witness the price levels between 6,800 –7,300/Qtl. in short-run.

Trend – Raw Material, Fee





Source: AgriWatch

Soy meal

The domestic weekly average soymeal prices at Indore was 2% up to Rs 61,333 /MT compared to the weekly average of Rs 60,083 /MT previous week strength in soybean prices and other oilseed complex supported the prices. Soymeal expected to trade rangebound 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. 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 20, 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. India's exports for rapeseed meal during April-May 2021 was 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%. The domestic soymeal demand has considerably recovered in previous months, from poultry sector, but still below pre-COVID levels. Poultry industry contributes more than 60% of the total domestic soymeal demand. The international soymeal prices are getting competitive after improved the soybean crop prospects. The soymeal export price spread of India vs Argentina (FAS Kandla and FOB Argentina) have further declined to US \$ 210/MT in May'21 vs US \$ 215/MT in April'21, leading incompetitiveness for Indian soymeal exports.

Rapeseed - Mustard Seed

There is a huge decline in the arrival of mustard in the spot market but the demand is strong by millers and crushers. Traders are ready to purchase mustard at higher prices but farmers are still not reaching the market with their produce. There is a demand for mustard oil especially from the states of North India like Bihar, Uttar Pradesh and West Bengal. Subsequently the ban on adulteration in mustard after June 8, the demand for mustard has increased. Further, Mustard prices may draw support from, firm demand, declining stock and arrival, strength in oilseed complex, delay in monsoon and strength in CME canola futures.

Rapeseed Mustard inclined by 1.3% to Rs.7079 /Qtl this week as compared to Rs 6,684/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 0.8% up Rs 2780/ Qtl as compared to last week Rs 2758/Qtl, strength in Rapeseed prices put additional support on the upside.

As per market sources, approximately 60% of the current mustard crop has been crushed, while farmers and traders hold the remaining 30 to 40% of the production.

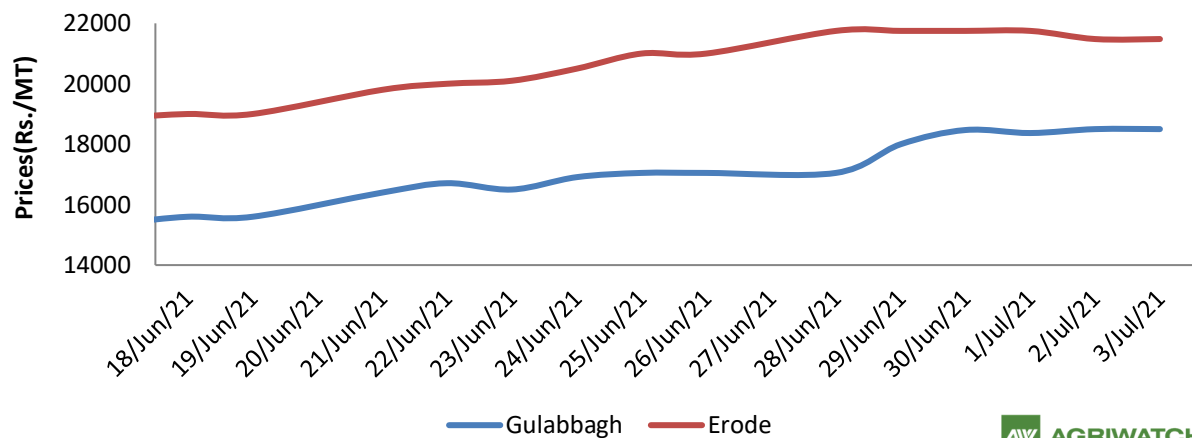
India has not imported any rape oil (canola) in March too as in last several months. India is unlikely to import the rape oil in coming months too. Lower imports in rape oil (canola) will lend support to the local rapeseed-mustard prices at the higher levels.

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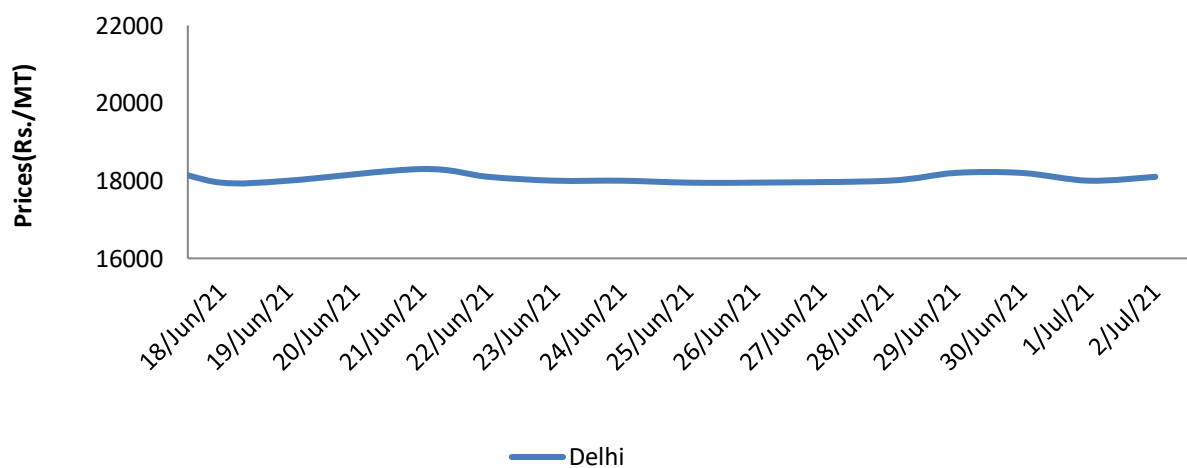
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At NCDEX futures, the July contract of rapeseed-mustard fell at 7,056/Qtl compared to 6,945/Qtl in last week.

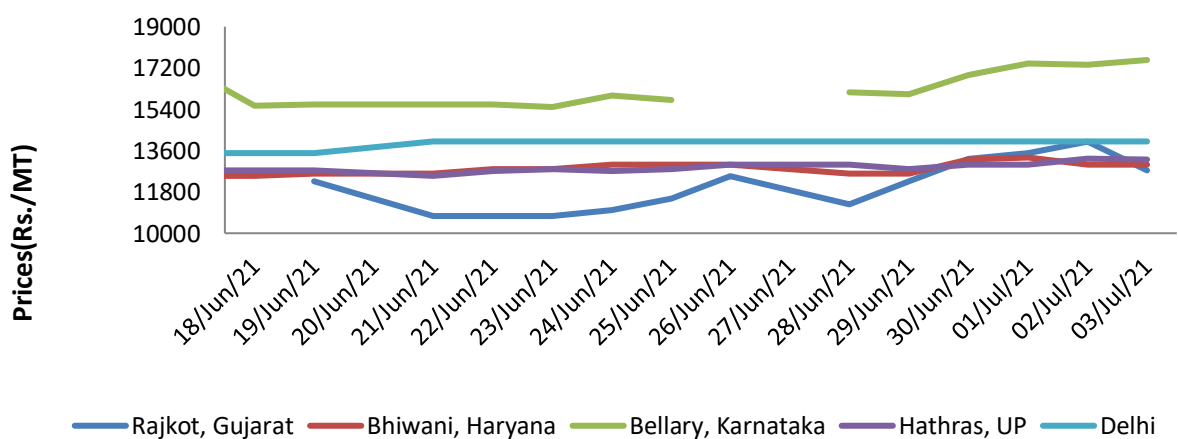
Maize



Wheat, Mill Delivery



Bajra



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

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

Sources revealed that Maize in Nizamabad market is being traded at Rs. 1700 per quintal, with little to no arrival in the Market. Maize in Davangere, Karnataka is being traded at Rs. 2000 per quintal. Domestic trade in Davangere and Nizamabad markets is still very sluggish due to Covid, farmers are unwilling to visit APMC markets due to Covid related concerns.

Corn on CBOT fell Corn on CBOT rose by 23.92 USD/MT to 274.50 USD/MT for July'21 contract compared to previous week due to concerns related to poor condition of Corn crop and comparatively less area cover under Corn planting in U.S.. Agriwatch expects that Corn crop condition related concerns in U.S. and Brazil, would support CBOT Corn.

U.S. Maize exports have reached 57.39 MMT in the 2020-21 marketing year. At 1.13 MMT (for the period June 17-24, 2021). U.S. Maize exports were down by 33 percent from the previous week and 36 percent from the prior 4-week average; mainly for the destinations like China (3,35,000MT), Mexico (2,52,500MT), Japan (3,34,700MT), Honduras (49,600 MT) and South Korea (31,600 MT). Agriwatch expects that weather related concerns in U.S. and Brazil, would provide support to CBOT Maize.

Despite the Kota market, prices rose in all of the major markets in the week ending June 29th –5th July, 2021,amid falling supplies of new crops. At Ahmedabad, markets were robust due to strong demand from stockiest and traders at the current level.In the immediate term,wheat is likely to trade in a range bound to firm tone on lower supplies. However weak price trend at CBOT may curb any major rise.

Outlook: Feed prices are expected to feature in range bound zone with a firm bias in coming week.

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

Centers	Ex-factory rates (Rs/ton)		
	01-Jul-21	24-Jun-21	Parity To
Indore - 45%, Jute Bag	63000	61000	Gujarat, MP
Kota - 45%, PP Bag	63200	63000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	68500	67000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	66000	65000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	63000	65500	Andhra, AP, Kar ,TN
Latur	69000	69000	-
Sangli	64500	66000	Local and South

Solapur	62000	64500	Local and South
Akola – 45%, PP Bag	63000	63000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	63500	63500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	63000	62800	-

Soy DOC at Port

Centers	Port Price		
	30-Jun-21	23-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			
	30-Jun-21	23-Jun-21	Change
Argentina FOB USD/MT			
Soybean Pellets	394	392	2
Soybean Cake Flour	394	392	2
Soya Meal	0	0	Unch
Soy Expellers	0	0	Unch
Sunflower (DOC) Rates			
Centers	Ex-factory rates (Rs/ton)		
	01-Jul-21	24-Jun-21	Change
Adoni	34500	33000	1500
Khamgaon	NA	0	-
Parli	NA	0	-
Latur	34000	32500	1500

Groundnut Meal (Rs/MT)	01-Jul-21	24-Jun-21	Change
Basis 45%, Saurashtra	41000	40500	500
Basis 40%, Saurashtra	37000	37500	-500

GN Cake, Gondal	41500	41000	500
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Mustard DOC/Meal	01-Jul-21	24-Jun-21	Change
Jaipur (Plant delivery)	21400	21200	200
Kandla (FOR Rs/MT)	21800	22000	-200

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	03-Jul-21	26-Jun-21	02-Jun-21	03-Jul-20	03-Jul-19
Delhi	Hybrid	1700	1700	1630	1300	2050
Davangere	Loose	1750	Closed	1645	1400	NA
Nizamabad	Bilty	Closed	Closed	1550	1375	2250
Ahmedabad	Feed	2000	1850	1800	1400	2260
	Starch	2000	1900	1800	1450	2300

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

As on 30.06.2021	Argentina	Brazil	US	India
FOB	220.00	233.00	261.00	251.65
Cost and Freight	270.00	288.00	321.00	286.65

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	303458
May	10400	48900	76026	53272	46614	228242
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	02-Jul-21	25-Jun-21	Change
Bajra	Karnataka	Hybrid	Bellary	1735	1580	155
		Hybrid	Bangalore	2050	1950	100
Jowar	Karnataka	White	Bangalore	2650	2650	Unch
		White	Bellary	1610	1570	40
Maize	Karnataka	Yellow	Davangere	1750	NA	-
	Telangana	Yellow	Nizamabad	1650	1700	-50
Rice	Haryana	IR8	Karnal	2950	3500	-550
		Parmal Raw	Karnal	2650	3000	-350
Soy meal	Madhya Pradesh	DOC	Indore	6350	6100	250
	Maharashtra	DOC	Sangli	6500	6600	-100
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3450	3450	Unch
Mustard	Rajasthan	Plant delivery	Jaipur	2160	2050	110
Groundnut Meal	Gujarat	GN Cake	Gondal	4150	4300	-150
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2945	2945	Unch
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2935	2935	Unch
Note: Prices Rs./Qtl						

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