



Contents:

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

Summary

Agriwatch expects that Maize would trade steady to range bound in a narrow zone in near term, after some days it might attain a firm bias. Also, continuous ongoing buying in markets along with reduced or no arrivals accompanied with no near future arrivals of any new maize crop in coming months might provide support to maize Market.

Sources revealed that good quality maize is being traded in Bihar and West Bengal markets between Rs. 1800-1900 per quintal. Maize sourced from West Bengal is being exported to Bangladesh at Rs.1800 per quintal. Maize is being traded in Mandsaur region of M.P between Rs. 1800- Rs.1900 per quintal.

The cotton seed oil prices have increased by 3-4 percent from the previous week in all the major markets, whereas the cotton seed oilcake prices have decreased around 1-2 percent from last week as currently the demand is lower in the local market. The average price of cotton seed oilcake in the Kadi market has decreased in the last week and was at Rs. 2867 per quintal from Rs. 2876 per quintal and in Akola was at Rs. 2914 per quintal from Rs. 2911 per quintal the previous week.

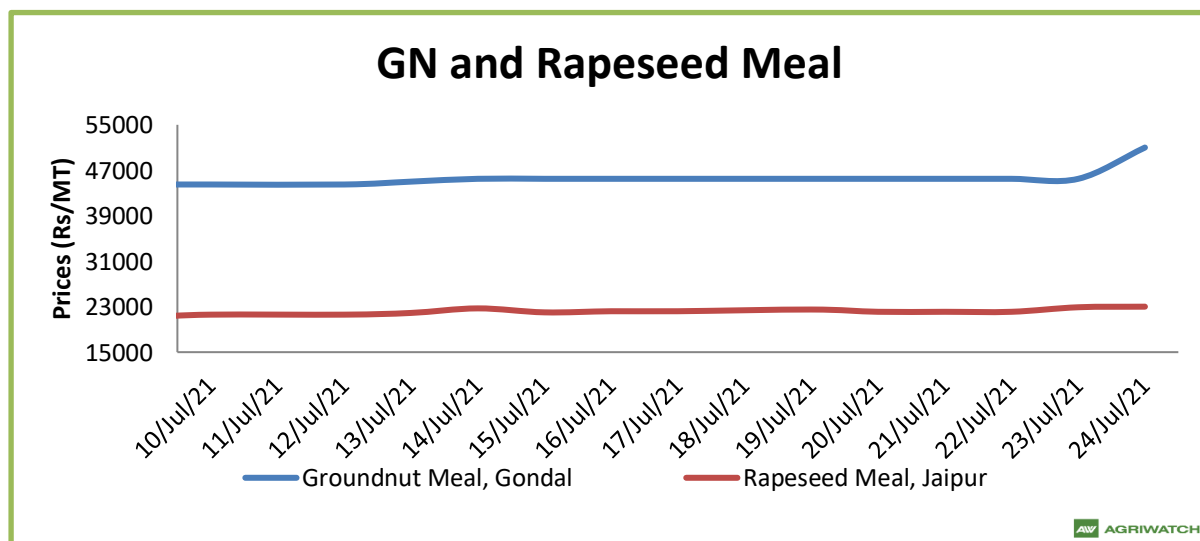
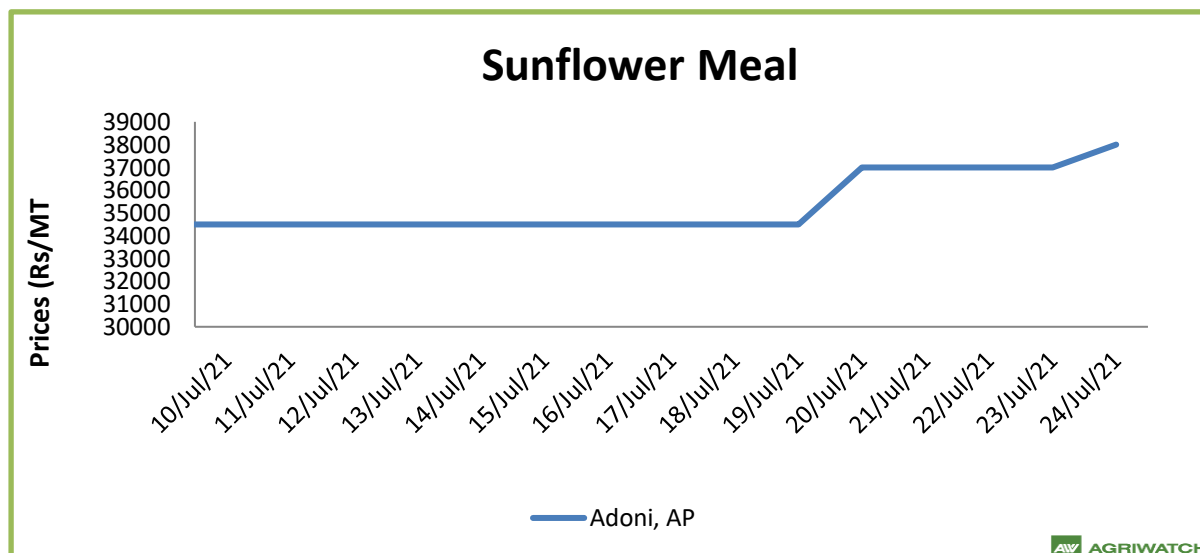
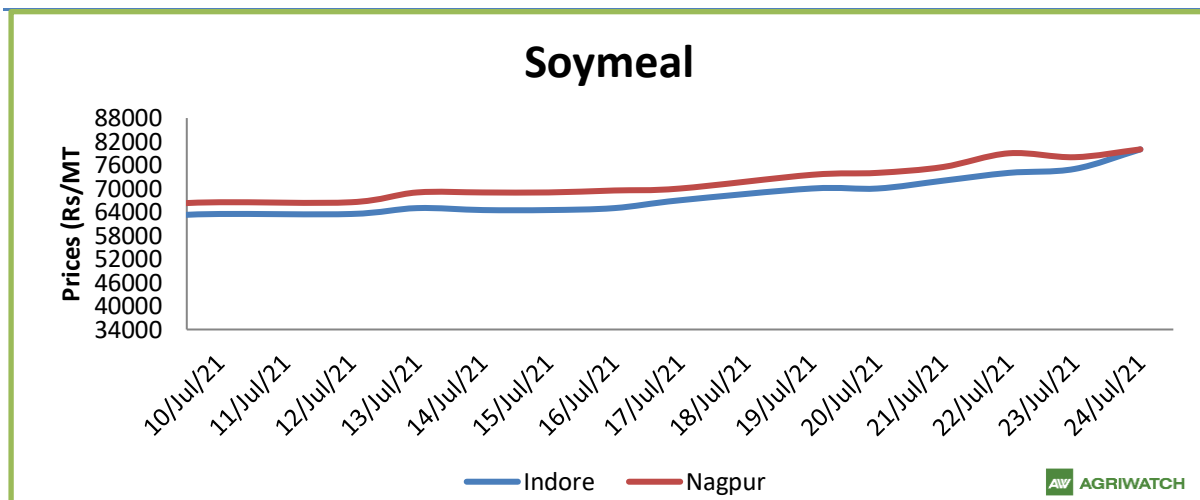
During the week of July 16 to 23, 2021, the weekly average price in India declined by 16.26 percent to Rs. 1984.03 per quintal against Rs. 2369.33 per quintal in the previous week. Wheat average prices also decreased by 1.83 percent from Rs. 2021.2 per quintal in last year during the same period of time. Prices are declining due to weak local demand and the end of the season's procurement activity. The government's procurement are completed in India now and the imposition of the PMGKAY program until November 2021 will put downward pressures in wheat markets in the near future. Wheat procurement for the Rabi marketing season 2021-22 is completed now in India's various states. Wheat was procured in excess of 433.32 LMT, a record high compared to 387.4 LMT in previous seasons. With MSPs of Rs.85,581,02crore, the current RMS procurement operations have already benefited over 49.16 lakh farmers. This season's procurement volume is also bigger than the previous four years record.

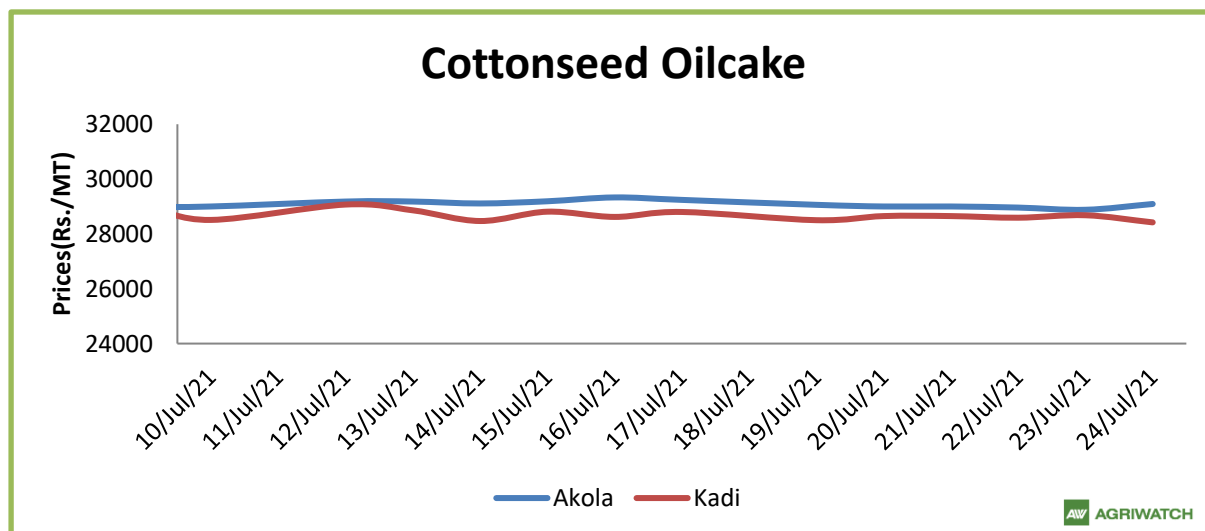
According to FCI, there were approx. 19,036 wheat procurement centers during the rabi marketing season of 2021-22. This Rabi season, government procured 132.10 LMT of wheat from Punjab, higher from MP's procurement record of 128.08 LMT in 2021-22. However, it was procured lower at 127.14 LMT from Punjab compared to 129.42 LMT in MP during 2020-21.

The soymeal prices is expected to remain elevated backed by soybean price.. 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. 73,000 – 80,000 /MT.

Arrival of mustard seed in mandis has declined at all places in the country which may support the prices, there is huge shortage of mustard seed to crushers. 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 7,300 –8,000/Qtl. in short-run.

Trend – Raw Material, Feed





Source: AgriWatch

Soy meal

The domestic weekly average soymeal prices at Indore was 7.2% up to Rs 69,000 /MT compared to the weekly average of Rs 64,000/MT previous week. Strength in soybean prices and other oilseed complex supported the prices. Soymeal expected to remain elevated despite plunge in export numbers.

World 2021/22 soymeal production is estimated higher at 260.62 million tonnes vs 253.12 million tonnes against last year record, in USDA July report.

India's June 2021 soymeal exports declined by 54% to 25,918 metric tonnes compared to 56,938 metric tonnes in the same period last year. Further, the soymeal shipments too declined by 9% to 118,057 metric tonnes in aggregate, during the months (April-June.) of financial year 2020-21 compared to 129,192 metric tonnes during the corresponding period last year.

Export of oilmeals for the month of June 2021 provisionally reported at 203,612 tons compared to 229,230 tons in June 2020 i.e. down by 11%. The overall export of oilmeals during April – June 2021 is reported at 735,312 tons compared to 579,387 tons i.e. up by 27%.

Soya meal prices jumped in early July and touched record price of US\$ 890 during 2nd week of July compared to US\$ 400 (FOB) Argentina. Indian soybean meal export during first quarter was over 120,000 tons mainly shipped to Europe and U.S.A. due to preference for Non GM Soymeal. However, India is now totally outpriced in world market for the export of soyameal as soybean average price jumped from Rs. 43,100 per tons in Nov'20 touched to Rs.76,000 per tons in July and so soymeal price gone up from Rs.36,100 per tons in Nov'20 to Rs. 65,000 per tons at present. The high price of soybean meal has hit not only the export of soymeal but also the poultry farmers mainly small farmers and finding very difficult to survive in this difficult time. High input cost for eggs and chicken has also escalated the chicken prices which effecting consumer. 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. It's a high time that the Government may consider to allow import of soybean meal including GM varieties which does not pose quarantine issue for short period

up to 30th Sept, 2021 to cool down prices of both soybean and soybean meal to support the poultry industry to face crisis time.

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 and higher prices led to low export 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

Mustard remain elevated and was up 4.5% as compared to last week amid tight inventory. there is a significant decline in the arrival of mustard in the spot market but the demand from crushers is strong. Traders are ready to purchase mustard at higher prices but the availability remains limited. There is firm demand for mustard oil especially from the states of North India like Bihar, Uttar Pradesh and West Bengal and likely to increase significantly during the winter season, during the festival and pickle making season. Subsequent to the ban on blending in mustard oil 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 due to heat wave in Canada.

It is estimated that approximately 75-80% of the current mustard crop has been crushed, while 20-25% of the crushing is yet to be done.

Rapeseed Mustard inclined by 4.5% to Rs.7,508 /Qtl this week as compared to Rs 7,171/Qtl last week and arrival declined. 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.

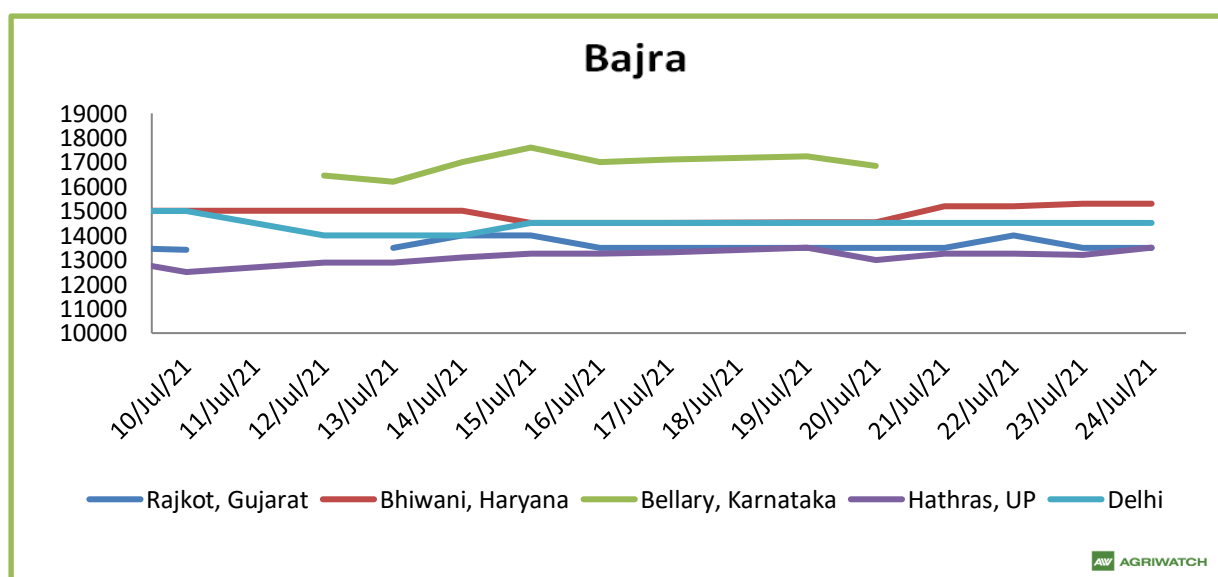
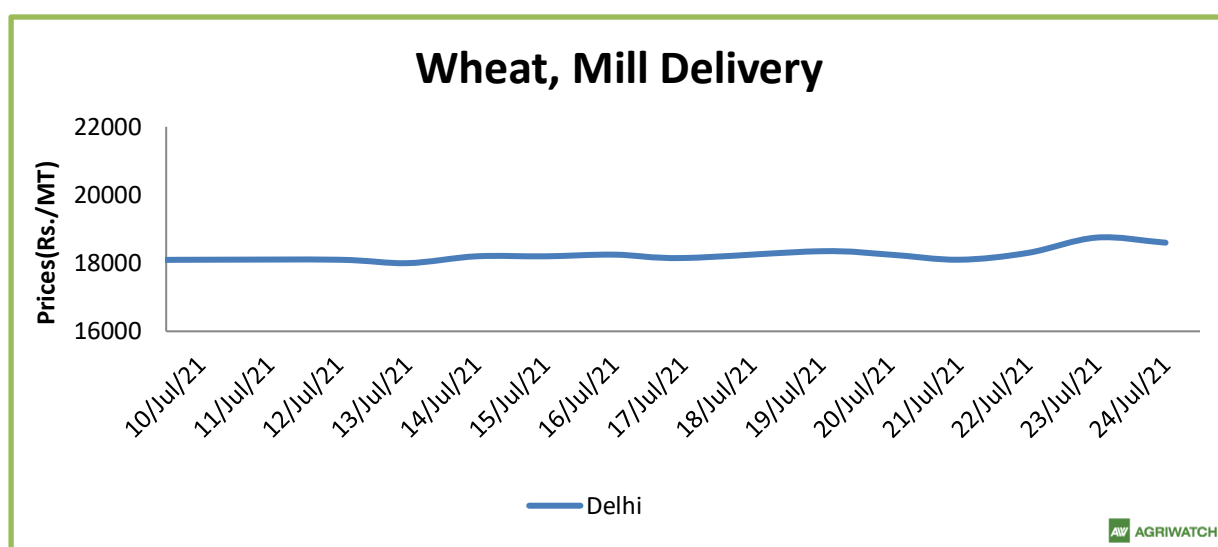
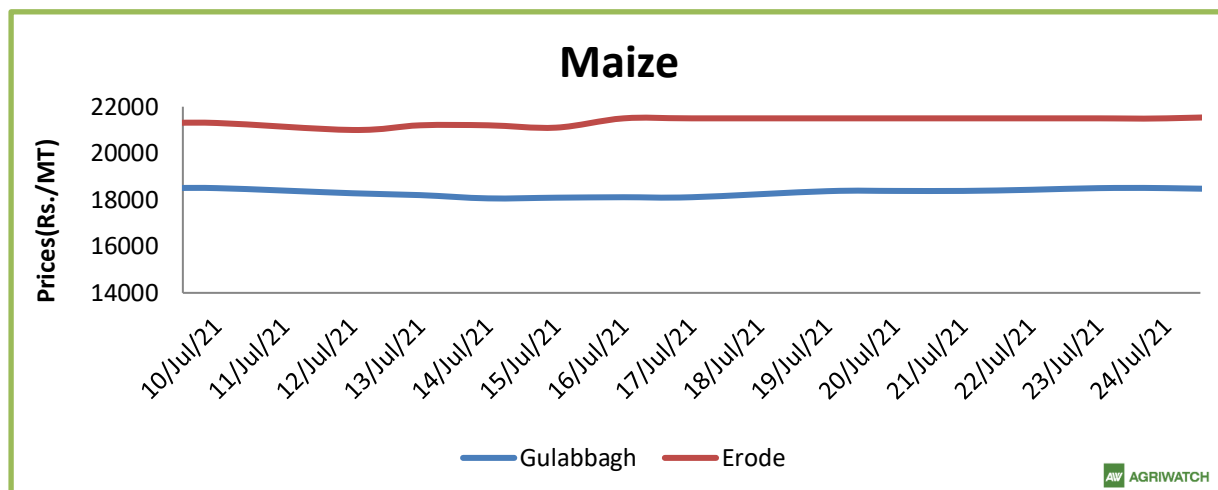
AW has revised India's 2021/22 rapeseed-mustard production up to 8.54 million tonnes from 8.0 million tonnes estimated in its previous forecast and it is up 18% from 7.21 million tonnes estimated last season. The Government estimation of mustard crop is high at 10.4 MT. The COOIT has estimated mustard production at 8.90 MT. In Sri Ganganagar, the weekly average prices of rapeseed oilcake was 2.2% up to Rs 2920/ Qtl from previous week at Rs. 2,857/qtl.

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 June'21 is reported at 110,115 metric tonnes against last year 122,573 metric tonnes during the same period i.e. lower by -10%, However 14% up as compared to May21.

India imported 1033.06 tons rapeseed (Canola) oil in Apr 2021 v/s 506.00 tons imports in Apr 2020. While, for the period of April2020-March2021 imports rose to 42,720.05 tons compared to 54,426.39 tons in last oil year.

Canola futures continued to rally because heatwave in Canada seemed to affect harvest scenario for the crop. High temperature forecast in coming weeks may cause the canola flowers to drop prematurely, leading to drop in yield. Crop conditions are rapidly deteriorating, the Manitoba government of Canada said on Tuesday in a weekly report.



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

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

Sources revealed that maize in Nizamabad market is being traded at Rs. 1900 per quintal, with little to no arrivals in the APMC. Maize in Davangere, Karnataka is being traded at Rs. 2050 per quintal. Domestic trade in Davangere market is still sluggish due to Covid, farmers are unwilling to visit APMC Markets due to Covid spread related concerns.

Corn on CBOT rose by 3.35 USD/MT to 222.23 USD/MT for September '21 contract compared to previous week. Agriwatch expects that Corn on CBOT is likely to trade in the price range of 219 USD/MT to 225 USD/MT for September contract in near term, additionally it has taken support of 200 days moving average and is likely to trade above that level in near term.

U.S. Maize exports have reached 60.75 MMT in the 2020-21 marketing year. At 1.00 MMT (for the period July8 -15July,2021). U.S. Maize exports were down by 18 percent from the previous week and down by 26 percent from the prior 4-week average; primarily to destinations like China (526,000 MT), Mexico (235,900 MT), Japan (95,400 MT, including 12,000 MT - late), Venezuela (47,100 MT), and Nicaragua (27,400 MT).

Wheat prices extended gain across the Wheat markets in the week between July 20th and 26th, 2021, due to improved demand in local markets against supplies. Market prices in Ahmedabad increased amid good demand of retailers and millers. Wheat is projected to trade in a range bound to weak trend in the near term in expectation of lower demand in domestic market and over procurement period. Weakness in international market is also weighing domestic wheat prices. We anticipate steady to weak trend for next week.

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)		
	22-Jul-21	15-Jul-21	Parity To
Indore - 45%, Jute Bag	74000	64500	Gujarat, MP
Kota - 45%, PP Bag	75200	67200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	75500	70000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	79000	69000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	76000	70000	Andhra, AP, Kar, TN
Latur	76500	73500	-
Sangli	73000	66000	Local and South
Solapur	70800	65500	Local and South
Akola – 45%, PP Bag	75000	67000	Andhra, Chattisgarh, Orissa, Jharkhand, WB

Hingoli	63500	63500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	75000	67000	-

Soy DOC at Port

Centers	Port Price		
	21-Jul-21	07-Jul-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	21-Jul-21	14-Jul-21	Change
Soybean Pellets	397	402	-5
Soybean Cake Flour	397	402	-5
Soya Meal	NR	NR	Unch
Soy Expellers	NR	NR	Unch
Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	22-Jul-21	15-Jul-21	Change
Adoni	37000	34500	2500
Khamgaon	NR	NR	Unch
Parli	NR	NR	Unch
Latur	36500	34000	2500

Groundnut Meal (Rs/MT)	22-Jul-21	15-Jul-21	Change
Basis 45%, Saurashtra	45000	45000	Unch
Basis 40%, Saurashtra	42500	42500	Unch
GN Cake, Gondal	45500	45500	Unch

Mustard DOC/Meal	22-Jul-21	15-Jul-21	Change
Jaipur (Plant delivery)	22100	22000	100
Kandla (FOR Rs/MT)	22900	22800	100

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	23-Jul-21	16-Jul-21	22-Jun-21	23-Jul-20	23-Jul-19
Delhi	Hybrid	1740	1750	1650	1200	2100
Davangere	Loose	1900	1900	1640	1350	NA
Nizamabad	Bilty	1900	1850	1600	1375	2400
Ahmedabad	Feed	2000	2000	1950	1300	2260
	Starch	2000	2000	1950	1300	2300

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

As on 19.07.2021	Argentina	Brazil	US	India
FOB	248.00	261.00	262.00	276.30
Cost and Freight	298.00	316.00	322.00	311.30

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	52434
Jun	17930	45975	104088	62524	56638	25918
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	23-Jul-21	16-Jul-21	Change
Bajra	Karnataka	Hybrid	Bellary	1770	1700	70
		Hybrid	Bangalore	1950	1950	Unch
Jowar	Karnataka	White	Bangalore	2550	2550	Unch
		White	Bellary	3000	1465	1535
Maize	Karnataka	Yellow	Davangere	2050	2050	Unch
	Telangana	Yellow	Nizamabad	1900	1850	50
Rice	Haryana	IR8	Karnal	2950	2600	350
		Parmal Raw	Karnal	2650	2650	Unch
Soy meal	Madhya Pradesh	DOC	Indore	7500	6500	1000
	Maharashtra	DOC	Sangli	7300	6600	700
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3700	3450	250
Mustard	Rajasthan	Plant delivery	Jaipur	2290	2220	70
Groundnut Meal	Gujarat	GN Cake	Gondal	4250	4250	Unch
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2868	2933	-65
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2888	2862	26
Note: Prices Rs./Qtl						

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2021 Indian Agribusiness Systems Ltd.