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Summary

Agriwatch expects that maize would trade steady to range bound in a narrow zone in near term, and may attain firm bias later. 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 will provide support to maize market.

Sources revealed that good quality maize is being traded in Bihar between Rs. 1875 - Rs. 1900 per quintal. Maize sourced from West Bengal is being exported to Bangladesh at Rs.1800 per quintal. Whereas, maize is being loaded for supply to South sourced from Darbhanga and Gulabbagh.

The cotton seed oilcake prices are expected to rise to Rs. 250 per quintal and in cottonseed oil to Rs. 300 per quintal in the first week of August 2021.The demand is expected to rise with the coming of the new season, currently there is enough stock available in Maharashtra .The cotton seed oil prices have increased slightly around 1 percent from the previous week in all the major markets, whereas in case of cotton seed oilcake prices have increased around 4-5 percent from last week.

The average price of cotton seed oilcake in the Kadi market was at Rs. 3038 per quintal from Rs. 2892 per quintal and in Akola was at Rs. 3049 per quintal from Rs. 2919 per quintal the previous week

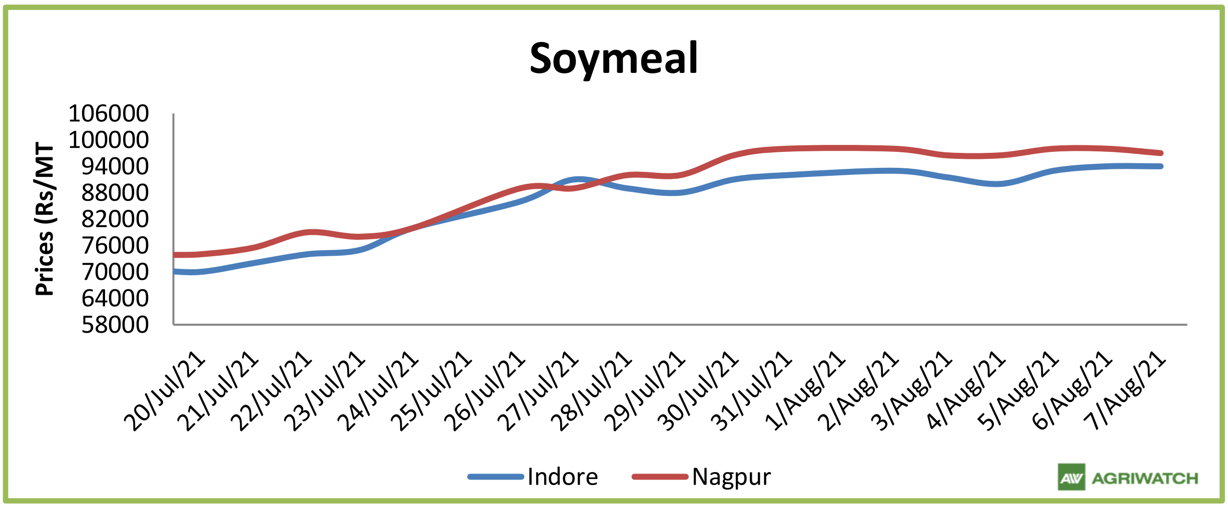
During the week of Aug 2 to 9, 2021, the weekly average price in India declined by 3.64 percent to Rs. 1925.21 per quintal against Rs. 1998.06 per quintal in the previous week. Wheat average prices also decreased by 3.30 percent from Rs. 1991.08 per quintal in last year during the same period of time. 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.

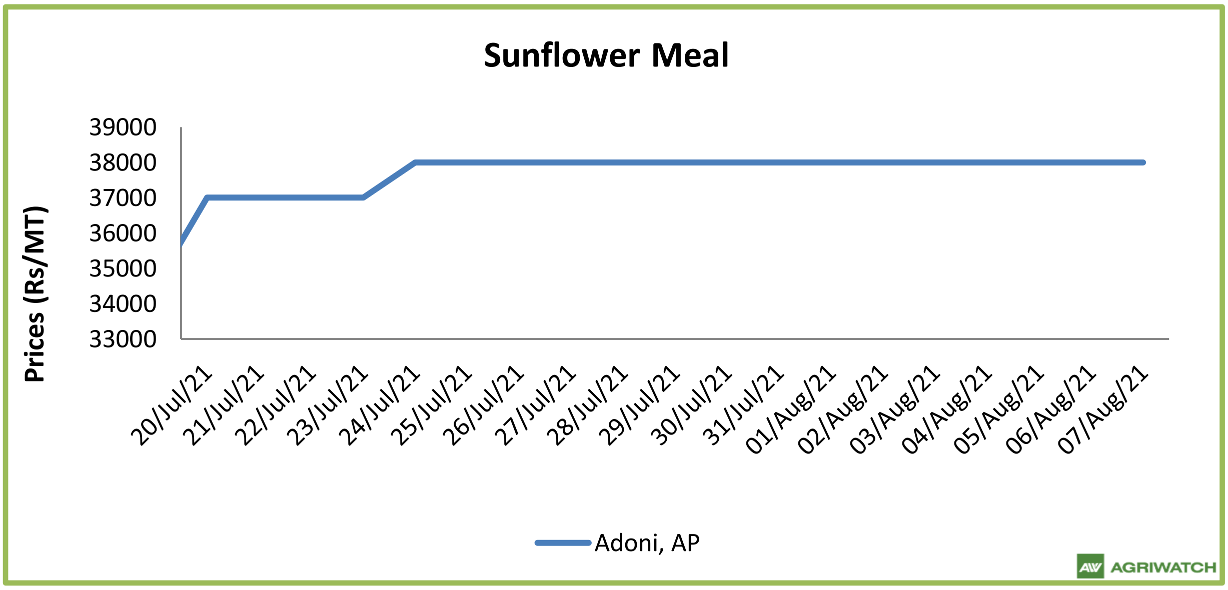
Wheat procurement for the Rabi marketing season 2021-22 is completed now in India's various states. Wheat was procured in excess of 433.32 LMT, a record high compared to 387.4 LMT in previous seasons. With MSPs of Rs.85,581,02crore, the current RMS procurement operations have already benefited over 49.16 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.

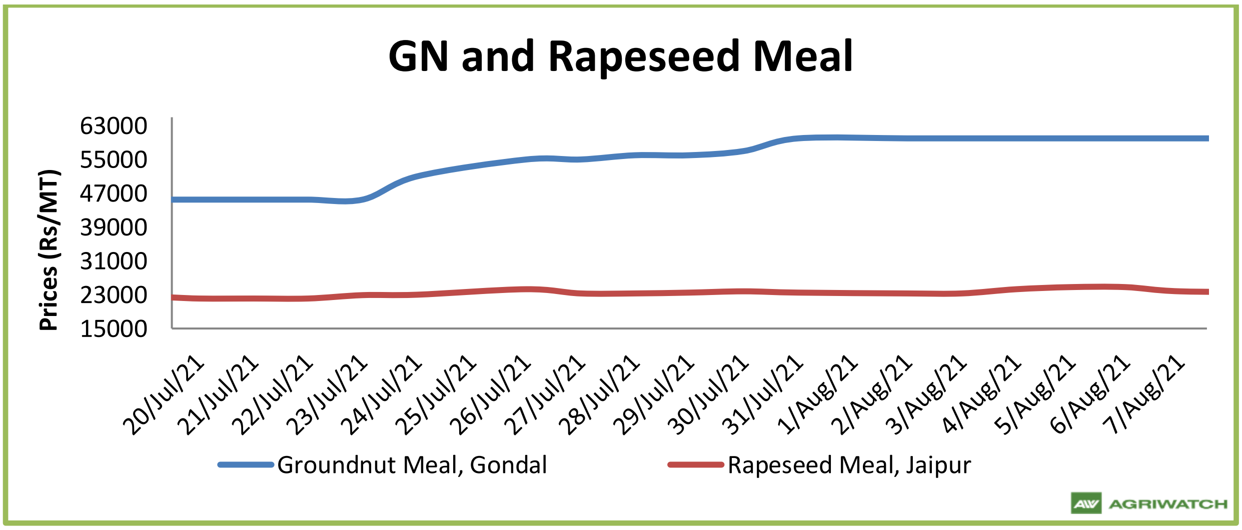
The soymeal prices is expected to remain elevated backed by soybean price.However strength in soybean and other oilseed complex may dwaw support to soymeal as well, it may correct if government allows import of soymeal.The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 85,000 – 100,000 /MT.

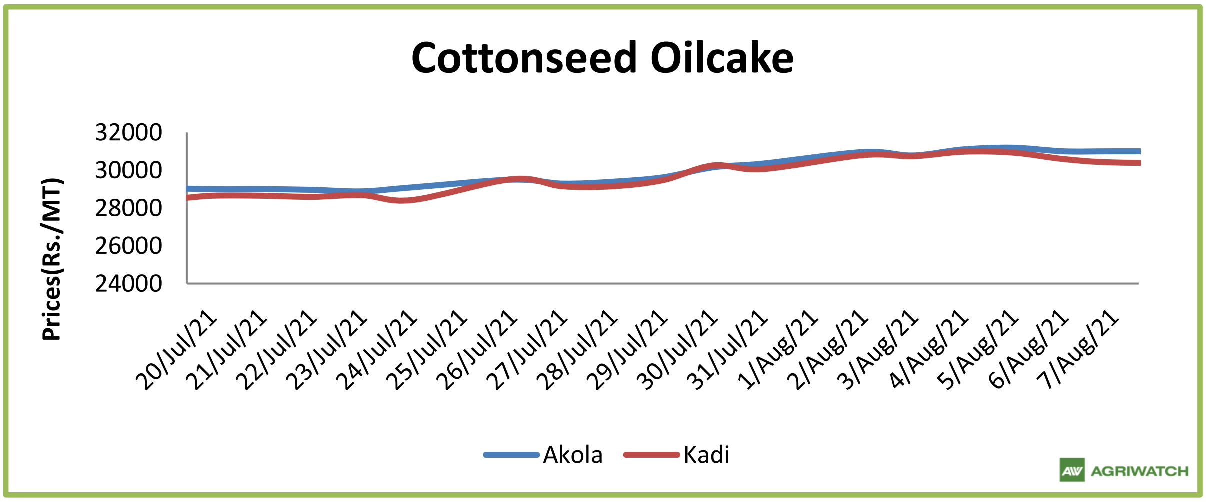
Arrival of mustard seed in mandis has declined at all places in the country which may support the prices,there is huge shortage of mustard seed to crushers. However, Rapeseed-mustard is expected to feature firm tone in near term due to domestic and international factors. The seed prices are likely to witness the price levels between 7,200 –8,000/Qtl. in short-run.

Trend – Raw Material, Feed









Source: AgriWatch

Soy meal

The domestic weekly average soymeal prices at Indore was 7.5% up to Rs 91,750 /MT compared to the weekly average of Rs 84,833/MT previous week.Strength in soybean prices and other oilseed complex supported the prices. Soymeal expected to remain elevated amid plunge in export numbers, However if government allows import of GM soymeal, prices are likely to come down.

World 2021/22 soymeal production is estimated higher at 260.62 million tonnes vs 253.12 million tonnes against last year record, in USDAJuly 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 out priced 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.

During Apr.- June '21, South Korea imported 252,063 tons of oilmeals (compared to 182,136 tons); consisting of 199,635 tons of rapeseed meal, 41,472 tons of castorseed meal and 10,956 tons of soybean meal. Vietnam imported 114,857 tons of oilmeals (compared to 120,943 tons); consisting of 88,306 tons of Rice Bran Extraction, 25,523 tons of rapeseed meal and 1,028 tons of soybean meal. Thailand imported 77,003 tons of oilmeals (compared to 65,188 tons); consisting of 65,479 tons of rapeseed meal, 9,816 tons of castorseed meal, 898 tons of soybean meal and 810 tons of Rice Bran Extraction. Bangladesh sourcing rapeseed meal and ricebran extraction from India and imported 90,589 tons of oilmeals (compared to 25,540 tons) ,consisting of 52,131 tons of ricebran extractions and 38,357 tons of rapeseed meal. Taiwan imported 23,944 tons of oilmeals (compared to 37,529 tons); consisting of 15,382 tons of castorseed meal, 6,381 tons of rapeseed meal and 2,181 tons of soybean meal.

Rapeseed - Mustard Seed

Mustard remain elevated and was up 1.6% as compared to last week amid tight inventory in the country. And witnessed a significant decline in the arrival of mustard in the spot market and has led to shut more than 50% of the rapeseed millers. 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. 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 by1.6% to Rs.7,867 /Qtl this week as compared to Rs 7,742/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.

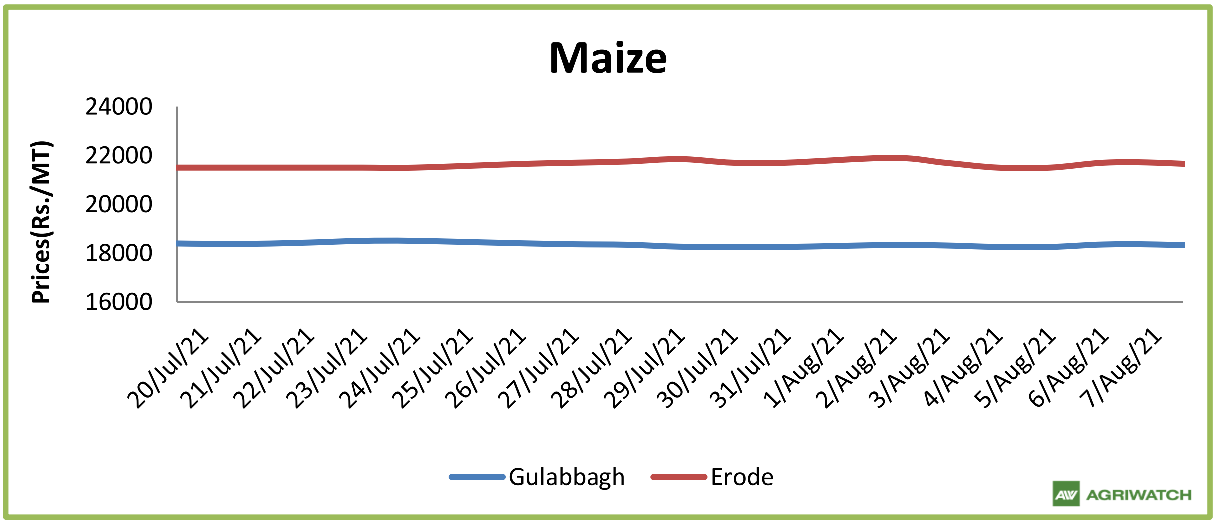
In Sri Ganganagar, the weekly average prices of rapeseed oilcake was 2% up to Rs 3,075Qtl from previous week at Rs. 3,012/qtl

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 heat wave 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, reports said.


Maize
Prices(Rs./MT)
24000
22000
20000
18000
16000
20/Jul/21
21/Jul/21
22/Jul/21
23/Jul/21
24/Jul/21
25/Jul/21
26/Jul/21
27/Jul/21
28/Jul/21
29/Jul/21
30/Jul/21
31/Jul/21
1/Aug/21
2/Aug/21
3/Aug/21
4/Aug/21
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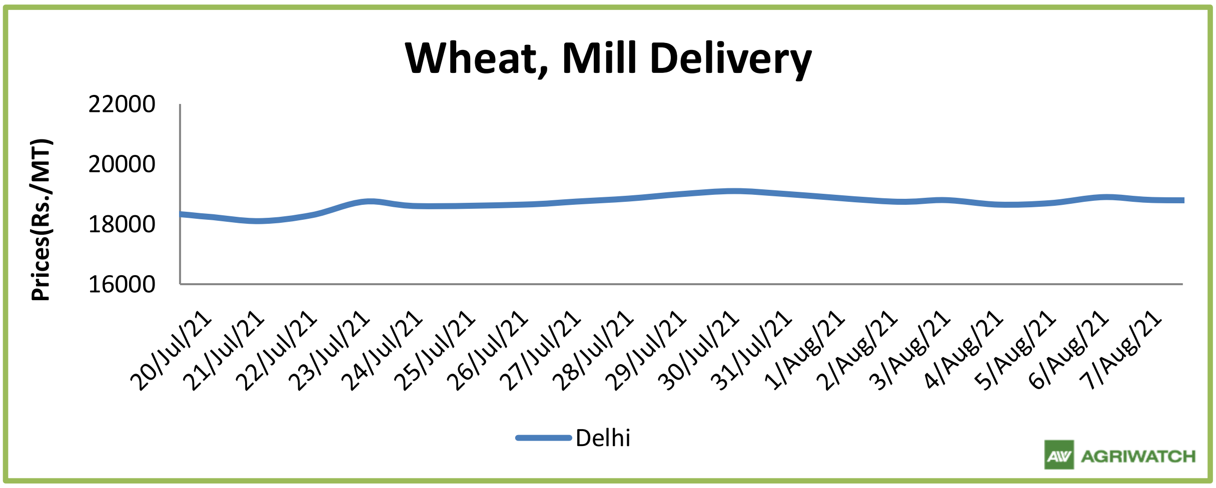
Gulabbagh
Erode
AGRIWATCH


Wheat, Mill Delivery
Prices(Rs./MT)
22000
20000
18000
16000
20/Jul/21
21/Jul/21
22/Jul/21
23/Jul/21
24/Jul/21
25/Jul/21
26/Jul/21
27/Jul/21
28/Jul/21
29/Jul/21
30/Jul/21
31/Jul/21
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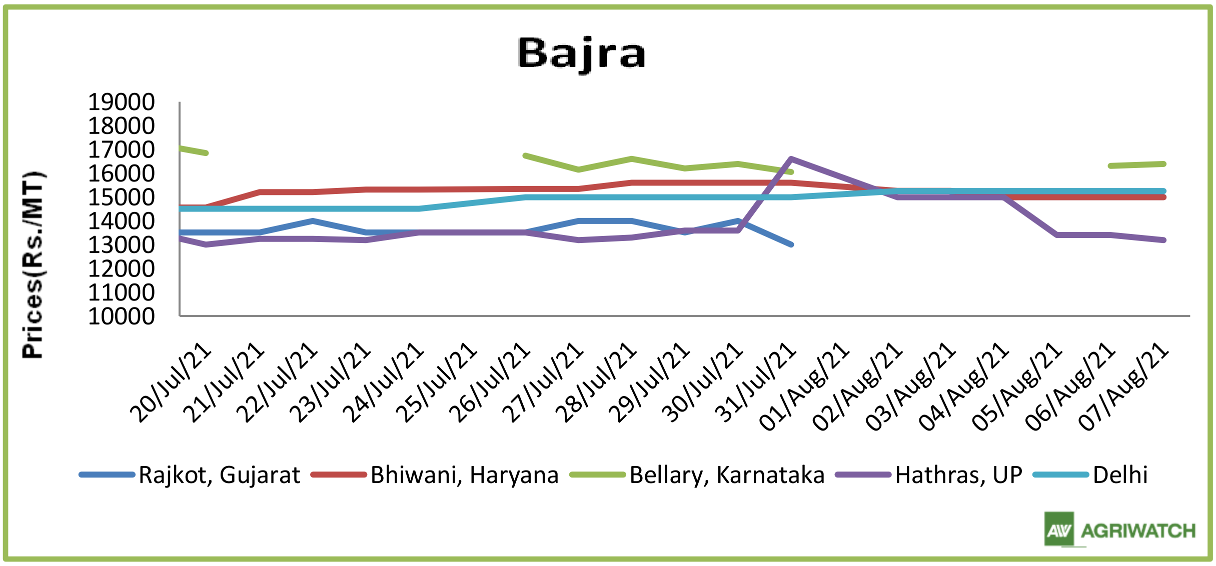
6/Aug/21
7/Aug/21
Delhi
AGRIWATCH


Bajra
Prices(Rs./MT)
19000
18000
17000
16000
15000
14000
13000
12000
11000
10000
20/Jul/21
21/Jul/21
22/Jul/21
23/Jul/21
24/Jul/21
25/Jul/21
26/Jul/21
27/Jul/21
28/Jul/21
29/Jul/21
30/Jul/21
31/Jul/21
01/Aug/21
02/Aug/21
03/Aug/21
04/Aug/21
05/Aug/21
06/Aug/21
07/Aug/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 narrow range bound 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. Feed maize is being supplied to Tamil Nadu at Rs. 2050 per quintal, sourced from Davangere. Feed Maize is trading in Maharashtra above Rs. 2000 per quintal.

Corn on CBOT fell by 1.19 USD/MT to 219.68 USD/MT for September '21 contract compared to previous week. Agriwatch expects that Corn on CBOT is likely Agriwatch expects that Corn on CBOT is likely to take support at 207 USD/MT for September contract in near term. Also, Agriwatch expects that corn crop condition related concerns in U.S and Brazil will support corn on CBOT.

U.S. Maize exports have reached 63.52 MMT in the 2020-21 marketing year. At 1.41 MMT (for the period July 23-29 July, 2021). U.S. Maize exports were up by 4 percent from the previous week and up by 20 percent from the prior 4-week average; primarily to destinations like China (909,500 MT), Mexico (266,100 MT), Honduras (68,600 MT), Japan (64,100 MT), and Costa Rica (29,700 MT).

Wheat prices declined at various trading centers in this week between August3rd to 9th August, 2021, on weakness in demand amid mixed pace of arrivals. Market prices in Indore increased amid less supplies. Wheat is projected to trade in a range bound to weak trend in the near term amid weak global cues. We anticipate range bound to weak trend for next week. While, firmness in global market may curb any major fall.

Outlook: Feed prices are expected to feature in 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)		
	09-Aug-21	29-Jul-21	Parity To
Indore - 45%, Jute Bag	90000	88000	Gujarat, MP
Kota - 45%, PP Bag	92000	90000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	93000	91000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	95000	92000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	95000	91000	Andhra, AP, Kar ,TN
Latur	95000	95000	-
Sangli	88000	87000	Local and South
Solapur	82000	89000	Local and South

Akola – 45%, PP Bag	75000	75000	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Hingoli	63500	63500	Andhra, Chattisgarh, Orrisa,Jharkhand, WB
Bundi	90000	88000	-

Soy DOC at Port

Centers	Port Price		
	07-Aug-21	28-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	**07-Aug-21**	**28-Jul-21**	**Change**
Soybean Pellets	Closed	382	-
Soybean Cake Flour	Closed	382	-
Soya Meal	Closed	NA	-
Soy Expellers	Closed	NA	-
Sunflower (DOC) Rates	**Ex-factory rates (Rs/ton)**		
Centers	**09-Aug-21**	**29-Jul-21**	**Change**
Adoni	38000	38000	**Unch**
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	37500	37500	**Unch**

Groundnut Meal (Rs/MT)	09-Aug-21	29-Jul-21	Change
Basis 45%, Saurashtra	58000	54000	**4000**
Basis 40%, Saurashtra	54000	50000	**4000**
GN Cake, Gondal	60000	56000	**4000**

Mustard DOC/Meal	09-Aug-21	29-Jul-21	Change
Jaipur (Plant delivery)	23600	23500	**100**
Kandla (FOR Rs/MT)	24800	24400	**400**

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	06-Aug-21	30-Jul-21	06-Jul-21	05-Aug-20	06-Aug-19
Delhi	Hybrid	1900	1850	1800	1175	2150
Davangere	Loose	1800	1760	1750	1250	2150
Nizamabad	Bilty	1900	1900	1850	1300	NA
Ahmedabad	Feed	1990	NA	NA	1300	NA
	Starch	NA	NA	NA	1375	2400

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

As on 05.08.2021	Argentina	Brazil	US	India
FOB	238.00	265.00	254.00	278.68
Cost and Freight	288.00	320.00	314.00	313.68

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**	**06-Aug-21**	**30-Jul-21**	**Change**
Bajra	Karnataka	Hybrid	Bellary	1630	1640	-10
		Hybrid	Bangalore	2000	1950	50
Jowar	Karnataka	White	Bangalore	2600	2500	100
		White	Bellary	1700	1590	110
Maize	Karnataka	Yellow	Davangere	2050	2050	Unch
	Telangana	Yellow	Nizamabad	1900	1900	Unch
Rice	Haryana	IR8	Karnal	2950	2900	50
		Parmal Raw	Karnal	2750	2700	50
Soy meal	Madhya Pradesh	DOC	Indore	9400	9100	300
	Maharashtra	DOC	Sangli	9000	8700	300
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3800	3800	Unch
Mustard	Rajasthan	Plant delivery	Jaipur	2480	2380	100
Groundnut Meal	Gujarat	GN Cake	Gondal	5400	5100	300
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	3059	3025	34
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	3100	3015	85
Note: Prices Rs./Qtl						