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Summary

Agriwatch expects that maize would trade in a range bound zone for coming near term. However crop arriving in market with high moisture content is being traded at lower rates. Also, maize crop has been destroyed in various parts of U.P, Maharashtra, A.P and M.P due to unfavorable weather conditions, and production estimates happens to be lower than what is required, this will provide support to maize market in coming weeks.

Sources revealed that good quality maize is being traded in Bihar between Rs.1,800 to Rs. 1,900 per quintal. Whereas, maize is being supplied to Banaras between Rs. 1,700-Rs. 1,750 per quintal for poultry purpose sourced from Naugachia, Bihar. Stocks are being released in Bihar.

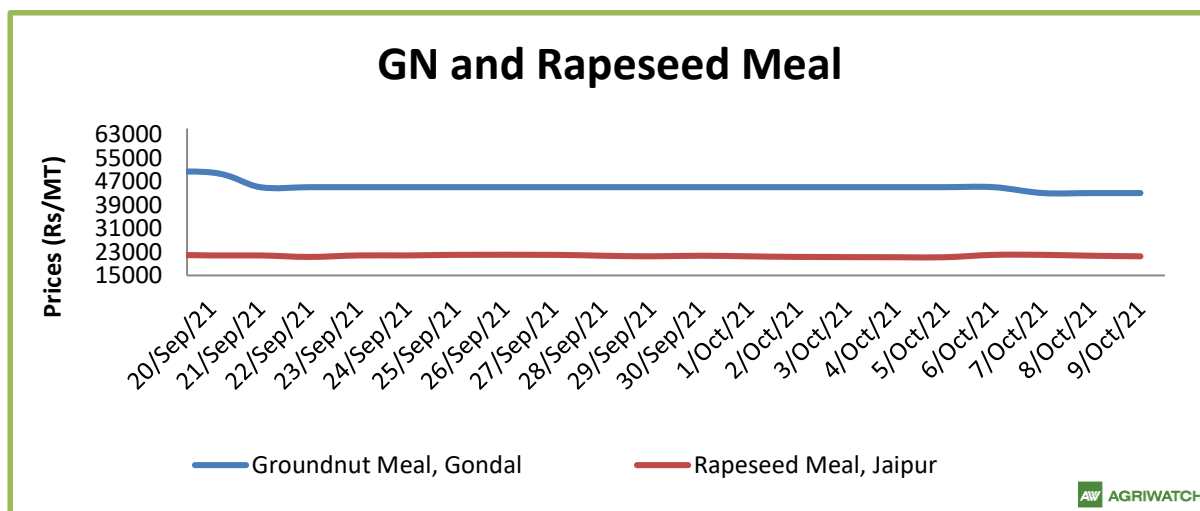
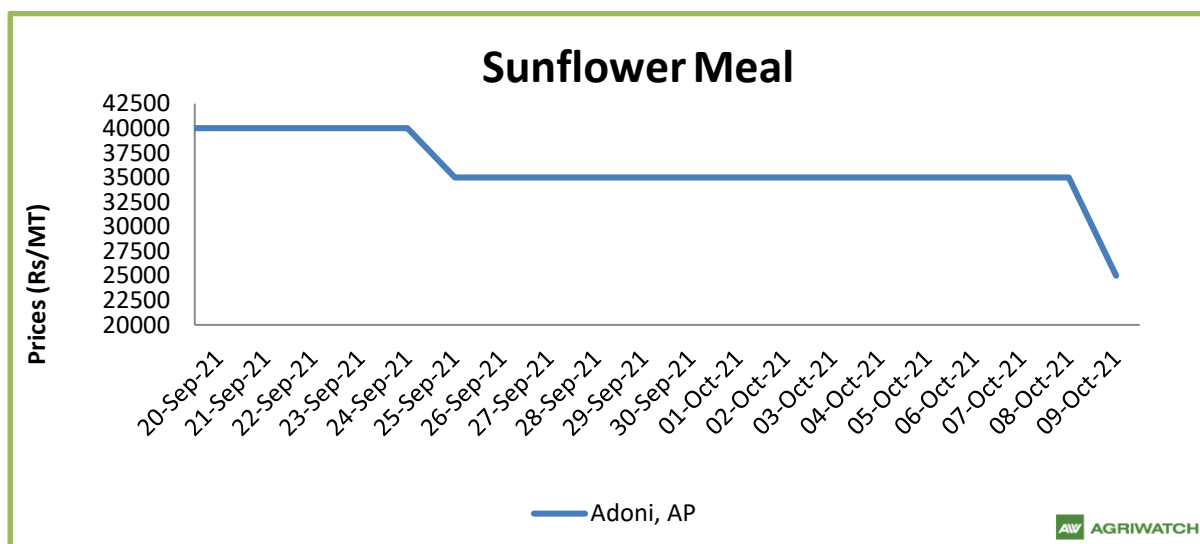
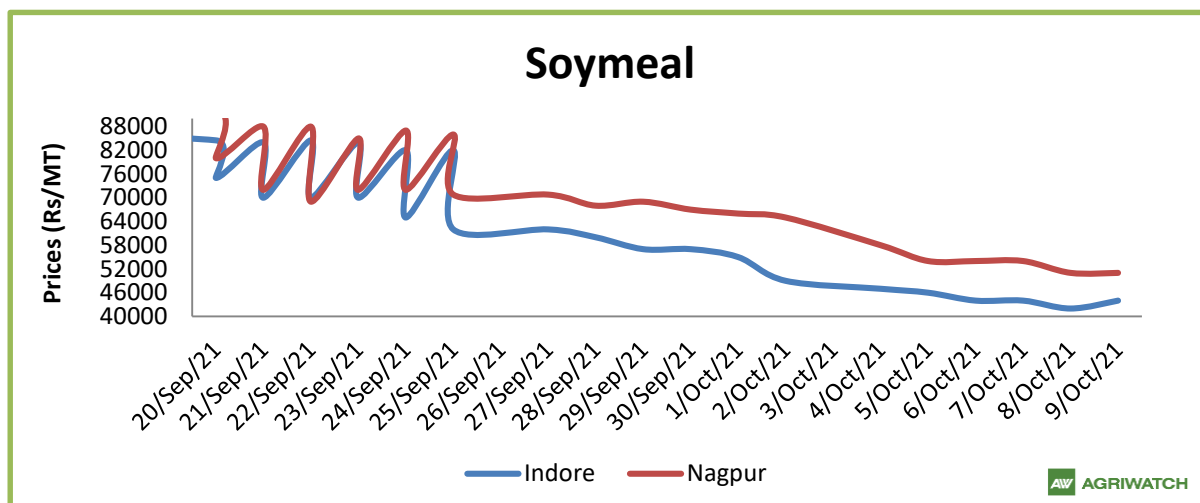
With the coming of the new cotton arrivals in the mandi, the cottonseed oil prices have shown an increasing trend. The cottonseed oil prices were at Rs. 1451 and Rs. 1441 per 10 kgs in Hyderabad and Mumbai market respectively. Whereas in Rajkot market the prices have increased from Rs. 1461 to Rs. 1455 per 10kgs. The cottonseed oilcake prices have also slightly increased from the previous week. The average price of cottonseed oilcake in the Kadi market was at Rs. 2730 per quintal from Rs. 2728 per quintal and in Akola was at Rs. 2802 per quintal from Rs. 2818 per quintal the previous week.

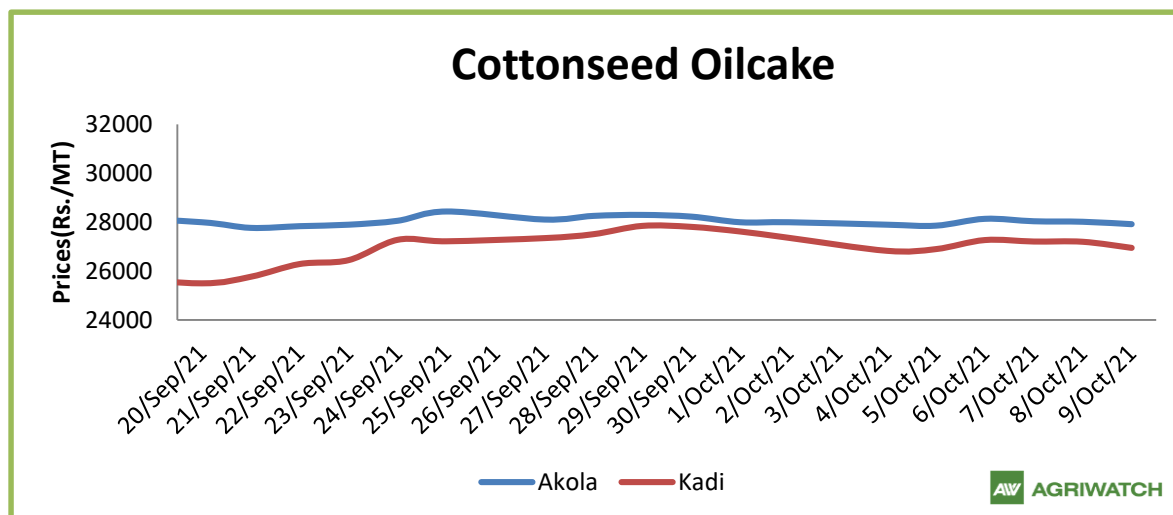
During the week of Oct 09 to Oct 15, 2021, the weekly average price in India decreased by 5.43 percent to Rs. 2033.67 per quintal against Rs. 2150.48 per quintal in the previous week. Wheat average prices also increased by 7.30 percent from Rs. 1895.25 per quintal in last year during the same period of time. The price has decreased compared to last week due to the Navratri festival where people avoid eating cereals which ultimately reduced the demand. As per the sources, the major proportion of wheat stocks are confined to big traders and the middle and small traders possess negligible to nil stocks. This makes the price more dependent on the activities of big traders. The protest of farmers on various parts of Haryana, Punjab and UP are affecting the supply chain of wheat stocks from private silos to various markets. Wheat procurement for the Rabi marketing season 2021-22 is completed in India with procurement in excess of 433.32 lakh MT benefitting 49.20 lakh farmers with MSP value of Rs.85,603.57 crore. The government has hiked the minimum support price for wheat by Rs 40 from Rs 1975 to Rs 2015 per quintal. According to officials, CCEA has approved increase in MSP's of six rabi crops for 2021-22 crop year (July-June) and 2022-2023 marketing year. As on 15th September 2021, 56.53% of foodgrain have been lifted in the country under PMGKAY phase IV. In wheat, 49.53 LMT is lifted against allocated 97.09 LMT making lifting percentage as 51.01%. The PMGKAY is extended till November 2021 providing 5kg food grains for free to PDS beneficiaries under the NFSA.

Soymeal prices are likely to continue correction on weakness in soybean and GM soymeal import. The soy meal prices (Indore) are likely to feature range-bound movement between Rs. 40,000 – 55,000 /MT.

Rapeseed-mustard is expected to feature firm tone in near term due to low availability in mandis, firm festive demand and bullish global cues. The seed prices are likely to witness the price levels between 8,000 – 8,500/Qtl. in short-run.

Trend – Raw Material, Feed





Source: AgriWatch

Soy meal

The domestic weekly average soymeal price went down more than 32% as compared to previous week on weakness in soybean price. Additionally, GOI decision to allow to import GM soymeal via five ports till 31st oct'21 too dragged soymeal price. Arrival of new crop putting more pressure on soymeal price in near term.

In addition to existing two ports Nhava sheva and and LCS petrapole, GOI has allowed to import GM soymeal via three additional port - Mumbai sea port, Tuticorin sea port and Visakhapatnam sea port.

GOI has extended the GM soymeal import date to 31st January,2022, previously it was 31st Oct21.

India's 2020-21 soymeal export likely to remain weak, as india is now totally outpriced in world market Indian soymeal. Export is expected to remain below 17 lakh metric tons. 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.

According to USDA September report, world 2021/22 soymeal production is estimated higher at 258.45 million tonnes vs 249.75 million tonnes against last year record.

According to Solvent extractor association of india, India's Aug'2021 soymeal exports declined by 81% to 10,975 metric tonnes compared to 58,190 metric tonnes in the same period last year. Further, the soymeal shipments too declined by 38% to 155,757 metric tonnes in aggregate, during the months (April-Aug.) of financial year 2020-21 compared to 249,339 metric tonnes during the corresponding period last year.

Additionally, Export of oilmeals for the month of Aug'2021 provisionally reported at 164,831 tons compared to 171,515 tons in Aug 2020 i.e. down by 4%. The overall export of oilmeals during April – Aug 2021 is reported at 1,091,664 tons compared to 1,013,178 tons i.e. up by 8%.

The domestic weekly average soymeal prices at Indore was 32.8% down to Rs 45,833/MT and was quoted between Rs 44,000 – 49,000/MT compared to the weekly average of Rs 60,857 /MT and was traded between the price ranges of Rs 55,000 – 70,000/MT previous week.

Weekly average prices at various centers also closed lower side compared to last week prices. At Latur, the weekly average soymeal prices declined by 26.5% to Rs. 56,000/MT compared to Rs. 70,857 /MT a week ago, in Nanded it was quoted 20.5% down at Rs. 58,666/MT compared to Rs. 70,666/MT a week ago. In Kota the meal prices down by 33% to Rs. 53,583/MT compared to Rs. 71,587/MT previous week.

Rapeseed - Mustard Seed

This week Rapeseed-mustard seed prices witnessed mild loss. However it is likely to remain elevated on tight supply in the country and bullish global cues. There is significant demand for RM seed oil especially from the states of North India like Bihar, Uttar Pradesh and West Bengal and likely to rise significantly during the winter season, during the festival and pickle making season.

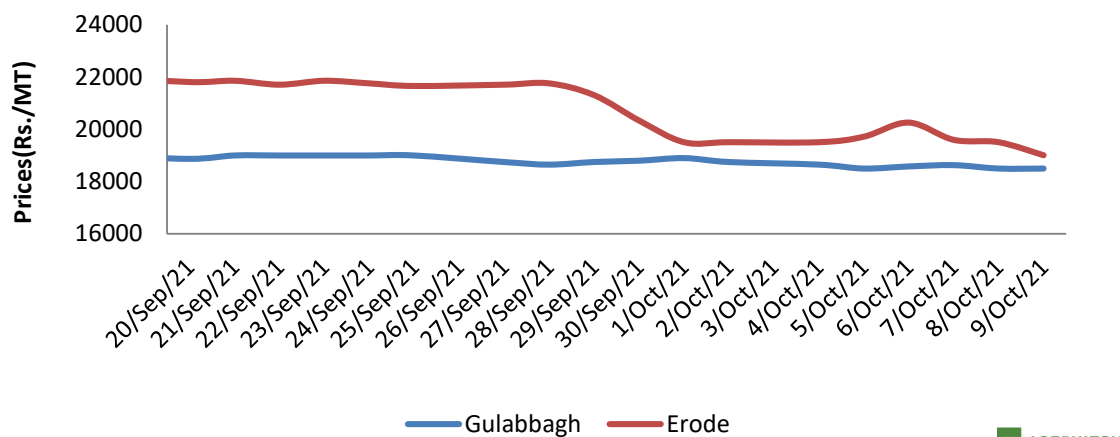
Mustard prices likely to under pinned by, firm demand, declining stock and arrival, strength in oilseed complex, and strength in CME canola futures due to lower production due to prolonged heat wave in Canada. Rapeseed Mustard witnessed mild loss by 1.3% to Rs.8,638/Qtl this week as compared to Rs 8,754/Qtl last week and arrival remains tight. In Sri Ganganagar, the weekly average prices of rapeseed oilcake too went down by 2.78% to Rs 3,129/Qtl from previous week at Rs. 3,216/qtl.

This week all India mustard arrival decreased to 9.40 lakh as compared to previous week at 10.45 lakh bags. 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. India's exports for rapeseed meal during April-Aug'2021 was up 11% at 542,630 metric tonnes compared to 487,060 metric tonnes during the same period previous marketing season. The export of rapeseed meal in Aug'21 is reported at 63,058 metric tonnes against last year 50,580 metric tonnes during the same period i.e. up by 25%, However 14% down as compared to Aug20.

Improved rapeseed-oilcake shipments to the traditional destinations will continue to lend support to the oilcake prices at higher levels. South Korea, Vietnam, Thailand, Bangladesh and few other south-east Asian countries were the major buyers of mustard meal of Indian origin. According to Solvent Extractor Association of India, Rapeseed (canola) oil import stood at 12,437 lakh tons imports in Aug compared to 20,801 lakh tons in last year for same period.

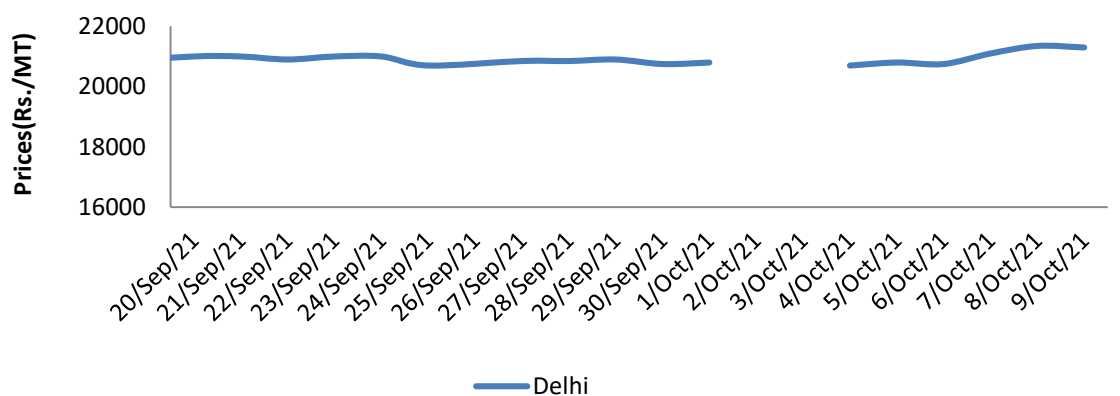
Canada canola production is down by 31% as compared to five-year average, yield down by 32%. However, area stood 1% up as compared to five-year average. Canola importers may switch to other countries such as Ukraine, Australia, for substitutes amid lower production. There will be very little canola left for export in Canada.

Maize



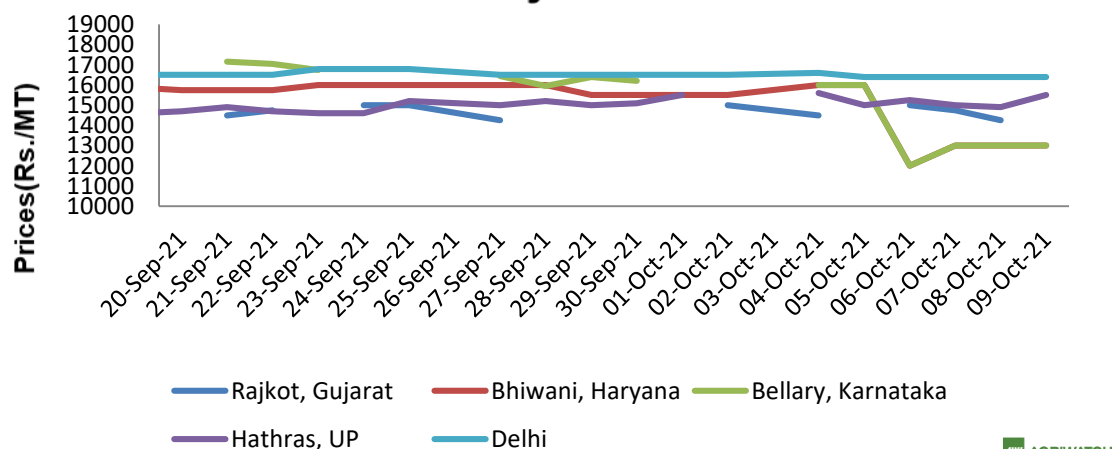
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Wheat, Mill Delivery



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Bajra



AW AGRIWATCH

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

Sources revealed that maize in Nizamabad market is being traded at Rs. 1,900 per quintal. High moisture content arrivals in market of Davangere, Karnataka is being traded at Rs. 1,600 per quintal.

Corn on CBOT fell by 4.33 USD/MT to 208.85 USD/MT for December '21 contract as compared to previous week. There is expectation that Production estimates to be presented in upcoming USDA October report would further affect the corn on CBOT.

U.S. Maize exports have reached to 24.96 MMT for the 2021-22 marketing year, with the exports of 9.74 MMT for the period of (24th Sep- 30th Sep) 2021, for the destinations like Mexico (349,100 MT), China (212,300 MT), Japan (193,100 MT), Colombia (125,800 MT), and Venezuela (24,800 MT).

Wheat prices were trading firm in these four markets. At Lawrence Road the prices increased due to lower available stocks in the nearby mandis of Kanpur and Mathura. Since wheat in Ahmedabad is received either from Rajasthan or Madhya Pradesh, the prices were on firm side owing to various transportation, delivery and loading costs. The price is expected to trade in the range bound of Rs. 50 to Rs. 100 in the coming week.

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

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

Centers	Ex-factory rates (Rs/ton)		
	07-Oct-21	30-Sep-21	Parity To
Indore - 45%, Jute Bag	44000	55000	Gujarat, MP
Kota - 45%, PP Bag	53500	64000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	54000	72500	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	54000	66000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	52000	65000	Andhra, AP, Kar, TN
Latur	52000	66000	-
Sangli	53000	60000	Local and South
Solapur	51000	56000	Local and South
Akola - 45%, PP Bag	50000	75000	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	52000	63500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	53300	62000	-

Soy DOC at Port

Centers	Port Price		
	06-Oct-21	29-Sep-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	06-Oct-21	29-Sep-21	Change
Soybean Pellets	385	403	-18
Soybean Cake Flour	385	403	-18
Soya Meal	NR	NR	Unch
Soy Expellers	NR	NR	Unch
Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	07-Oct-21	30-Sep-21	Change
Adoni	35000	35000	Unch
Khamgaon	NR	NR	Unch
Parli	NR	NR	Unch
Latur	33000	33000	Unch

Groundnut Meal (Rs/MT)	07-Oct-21	30-Sep-21	Change
Basis 45%, Saurashtra	42000	44000	-2000
Basis 40%, Saurashtra	40000	42000	-2000
GN Cake, Gondal	43000	45000	-2000

Mustard DOC/Meal	07-Oct-21	30-Sep-21	Change
Jaipur (Plant delivery)	22000	21700	300
Kandla (FOR Rs/MT)	22500	22200	300

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	08-Oct-21	01-Oct-21	07-Sep-21	07-Oct-20	09-Oct-19
Delhi	Hybrid	1850	1800	1850	1300	2200
Davangere	Loose	1600	1900	1825	1250	NA
Nizamabad	Bilty	1900	1925	Closed	1375	NA
Ahmedabad	Feed	1875	2000	2000	1400	2300
	Starch	1880	2000	2000	1400	2250

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

As on 07.10.2021	Argentina	Brazil	US	India
FOB	246.00	265.00	272.00	276.77
Cost and Freight	296.00	320.00	332.00	311.77

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	26725
Aug	10615	87668	59643	95450	58190	10975*
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	832433

Feed Ingredient Prices at a Glance						
Commodity	State	Variety	Centre	08-oct-21	01-oct-21	Change
Bajra	Karnataka	Hybrid	Bellary	1605	1620	-15
		Hybrid	Bangalore	2150	2150	Unch
Jowar	Karnataka	White	Bangalore	2200	2300	-100
		White	Bellary	1445	1480	-35
Maize	Karnataka	Yellow	Davangere	2050	2050	Unch
	Telangana	Yellow	Nizamabad	1925	1925	Unch
Rice	Haryana	IR8	Karnal	2950	2950	Unch
		Parmal Raw	Karnal	2700	2700	Unch
Soy meal	Madhya Pradesh	DOC	Indore	4200	4900	-700
	Maharashtra	DOC	Sangli	5200	6000	-800
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3500	3500	Unch
Mustard	Rajasthan	Plant delivery	Jaipur	2170	2150	20
Groundnut Meal	Gujarat	GN Cake	Gondal	4300	4500	-200
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2720	2762	-42
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2802	2800	2
Note: Prices Rs./Qtl						

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