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Summary

AgriWatch expects, in near term market would trade with sideways to weak sentiments, with expectation of increasing arrivals of Rabi Maize from Bihar and U.P. However, ongoing international Maize crisis is expected to provide support to domestic Maize markets as well. At bench mark Gulabgh market, the average weekly prices fell to Rs. 2,250 per quintal from previous week's Rs. 2,325 per quintal. Any further decline in prices by 50-100 Rs. per quintal would give a buying opportunity with expectation of a good return in medium to long term.

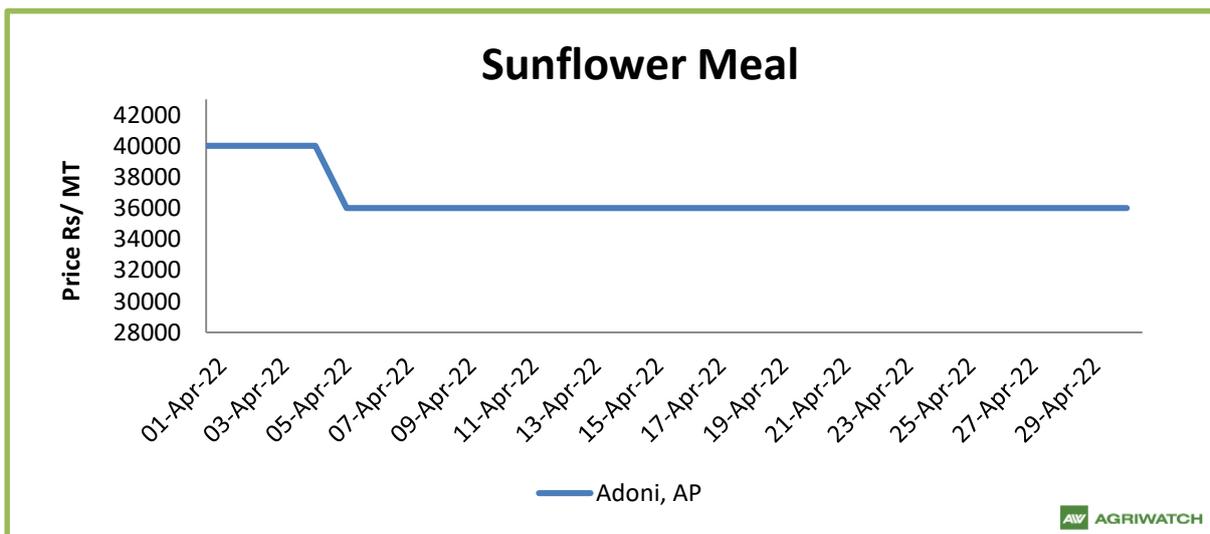
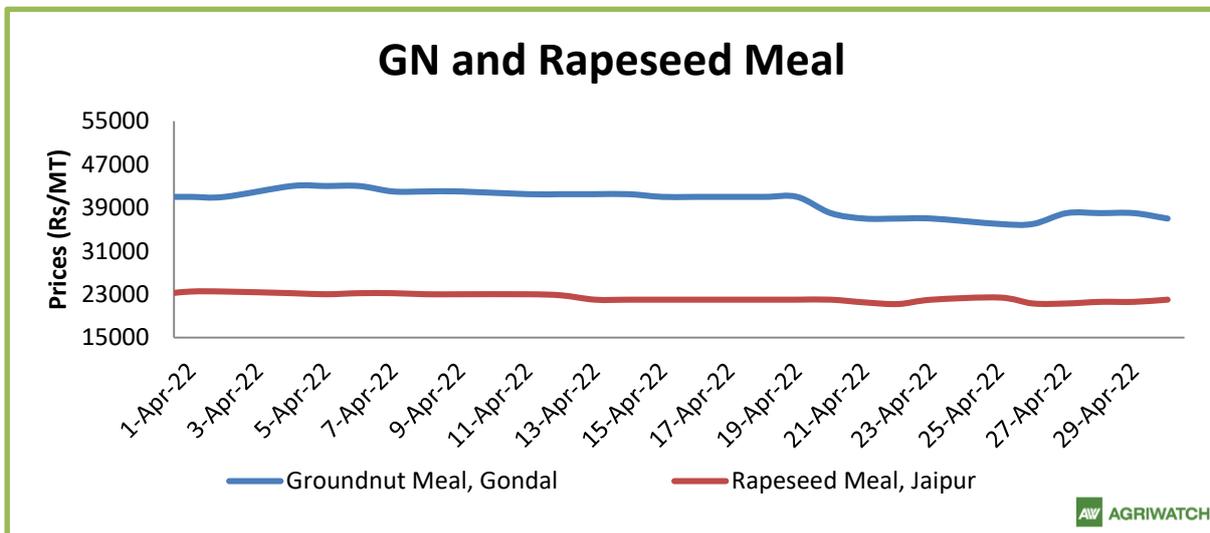
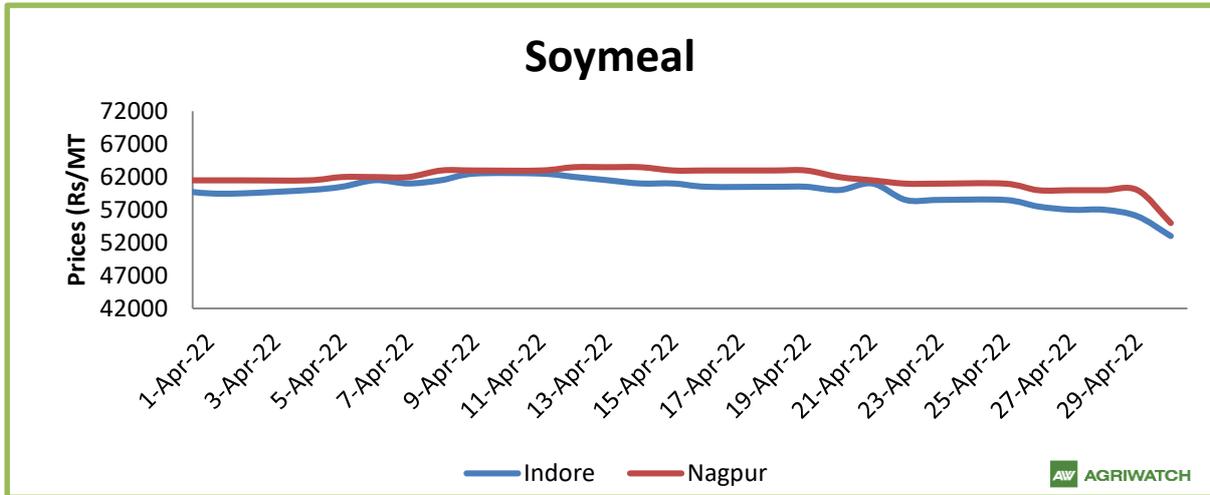
The average price of cottonseed oilcake in the Kadi market has decreased slightly as compared to previous week. Prices in Kadi were at Rs. 3028 per quintal from Rs. 3125 per quintal and in Akola prices were at Rs. 3130 per quintal from Rs. 3239 per quintal the previous week. Mean while, Cottonseed oil prices have slightly increased across the major centers during the past week due to slight improvement in the demand as compared to the previous week. The cottonseed oil price at Rajkot is at Rs. 1628 per 10kgs.

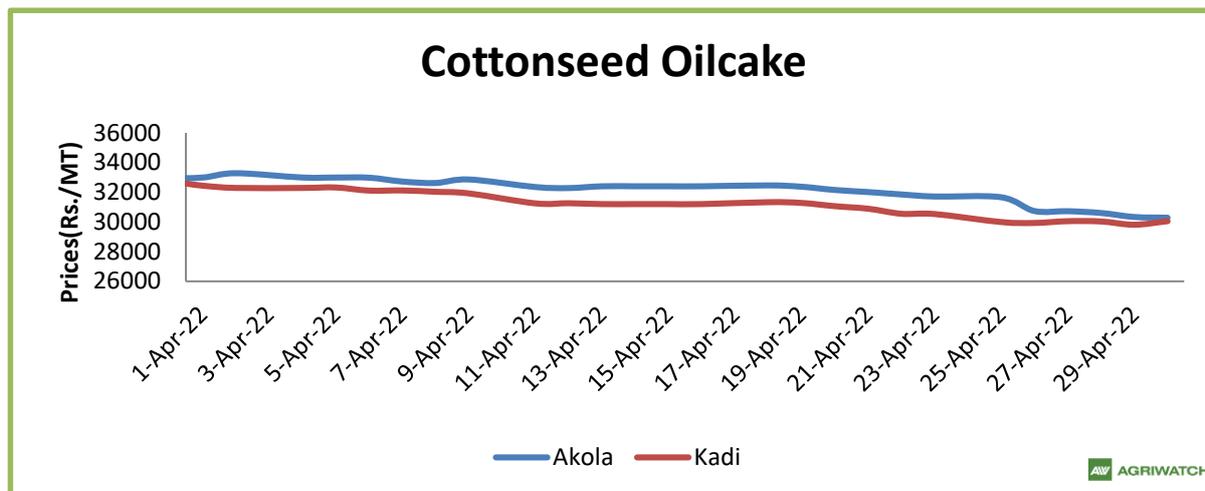
As of 28th April, the government wheat procurement stood at 156.92 Lakh MT (LMT). The procurement in Uttar Pradesh, Rajasthan, Gujarat remains low. The wheat procurement in Punjab on 27th April stood at 1.6 LMT which is down from 1.98 LMT on previous day. The procurement is decreasing day by day and it is surely not going to reach the procurement target of 132 LMT. During the ongoing procurement season, the mandis in Haryana have registered a 42% fall in wheat procurement when compared to the corresponding period in 2021. Till April 26 this year, as much as 41.10 LMT of wheat has been procured in mandis mainly by the government agencies while this figure was 70.41 lakh MT in 2021 during the same period. It is unlikely that the procurement will cross 50-55 LMT against the target of 85 LMT which seems impossible to achieve with current pace. As per AgriWatch, the overall production is estimated at 989.98 LMT down from previous estimate of 1038.00 LMT. The production is also down from previous year production of 1026.75 LMT. Our production estimate is based on various trades sources. During initial period we expected good production due to favorable environmental factors in the month of December and January. But the situation got alarming when the temperature rose drastically in the month of March leading to shrunken grains and reduction in yield. As per sources, Indian railway has brought new restrictions for wheat exports. The railways have restricted the number of rakes for wheat to 279 for the month of May 2022 to port destinations. This can be done in view of providing better transportation for coal supply to prevent energy shortage or it can be an unofficial way to restrict wheat exports which is creating concern for domestic stocks. Currently around 22 vessels in Kandla, 2 vessels in Mundra and 1 vessel in Vishakhapatnam is loading for wheat exports. 1 vessel loading from Kakinada Port is also expected in coming days. The movement of stocks through road and rake is good, though with current coal shortage most of the rakes are shifting to coal supply. And due to political instability with Pakistan, export to Afghanistan has been suspended. Currently the market is reacting due to the news of imposing export duty to restrict the wheat exports. Though no notification or circular has been published by the government, most of the traders are skeptical about the current situation and they fear that in coming days some type of restrictions may come in the market with procurement reaching all-time low. This is creating a weak sentiment in the market. It is expected that in coming days, the prices would trade steady to weak.

The soy meal prices (Indore) are likely to trade with weak bias tracking Soy meal import. Soy meal Indore prices is likely to trade in the range of 50,000 – 55,000/MT.

Rapeseed-Mustard is expected trade range bound with firm bias amid palm oil export ban by Indonesia. The seed prices are likely to trade in the range between 7,300 –7,600/Qtl. in the short-run.

Trend – Raw Material, Feed





Source: AgriWatch

Soy meal

The Ministry of Consumer, Food and Public Distribution, will allow import of GM soya mills for balance quantity of 5.50 lakh tonnes out of the estimated 12 lakh metric tonnes of August 2021 till 30 September 2022, reviewing the imported quantity and domestic prices at regular intervals. Necessary clearances etc. should be obtained by Animal Husbandry and Dairying Department and DGFT notification can take care of operational aspects, with the effect of this, soyabean meal is likely to trade with weak bias.

During the week under review, Indore Soy meal traded with weak sentiment tracking Soy meal import decision by the government despite SOPA's urge to the Central government not to allow the import of genetically modified (GM) soyabean meal citing that it will adversely impact the local processors and farmers since the country does not allow cultivation of GM food crops.

The weekly average prices of soy meal went down by 4.6% at INR 57,416/MT as compared to last week at INR 60,166/MT. Overall the prices quoted between INR 56,000 – 58,500/MT throughout the week.

At Latur, the weekly average prices went down to INR. 59,833/MT compared to INR. 62,083/MT a week ago. In Nanded too it declined to INR. 60,500/MT compared to INR. 62,250/MT a week ago. In Kota the meal prices were down at INR. 60,033/MT compared to INR. 62,316/MT previous week.

Domestic crushing was already low due to weal soy meal export demand. Upon Soy meal import, domestic crushing likely to slow down due to squeeze in crush margin on decline in Soy meal prices.

Soybean meal prices are expected to correct from current level tracking Soy meal import decision by government.

Soy meal Outlook (INR./MT)	Indore Price	Previous week 09th-15th April'22	Week Under review 16th-22nd April'22	Next week 23rd-28th April'22
Weekly Average Price		60,166	57,416	50,000-55,000

Rapeseed - Mustard Seed

During the week under review, Jaipur RM seed weekly average prices went up by 1.3% to INR. 7,346/qtl as compared to INR. 7,250/qtl last week. Prices went up on Palm oil export ban by Indonesia coupled with shrinking arrivals. Farmers are holding new crop in anticipation. And may off load to meet their kharif sowing expences in upcoming weeks. Arrivals remained steady to weak, during the week under review, in Rajasthan, total mustard arrivals were stable at 19.25 Lakh bags. All India arrivals stood at 38.5 Lakh bags Vs 38.95 Lakh bags previous week. Stockiest/ traders are not buying, as they already bought 2000 Qtls of stock limit. Currently there is demand from crushers on firm Mustard oil prices.

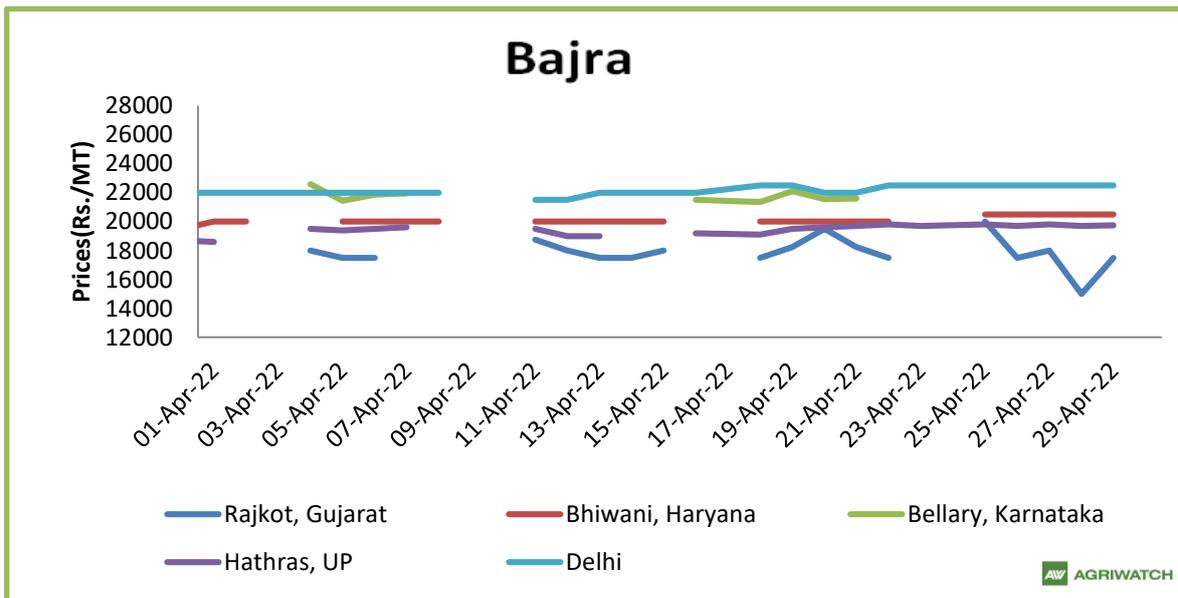
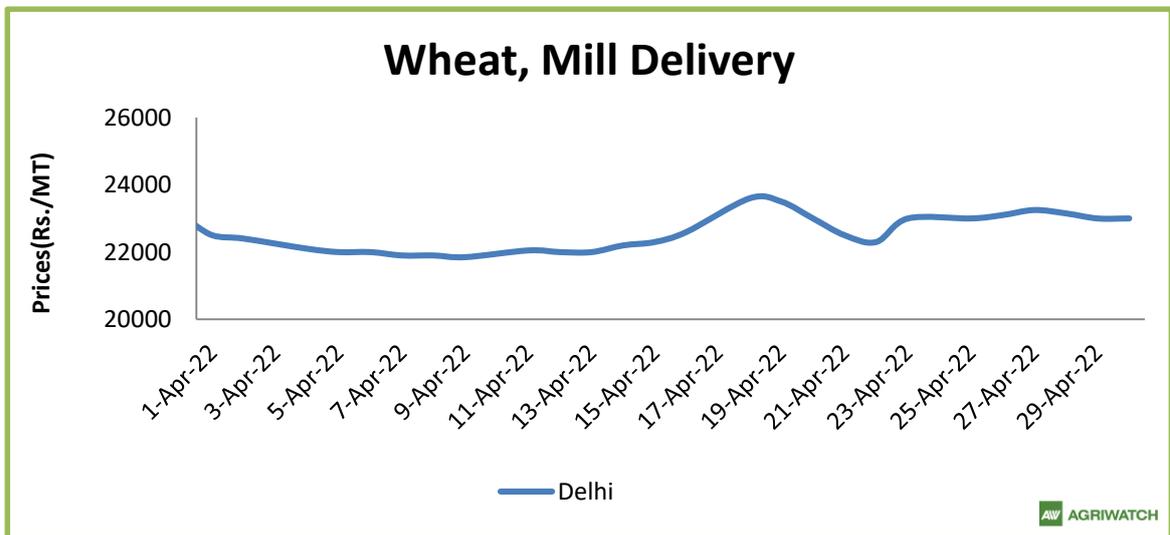
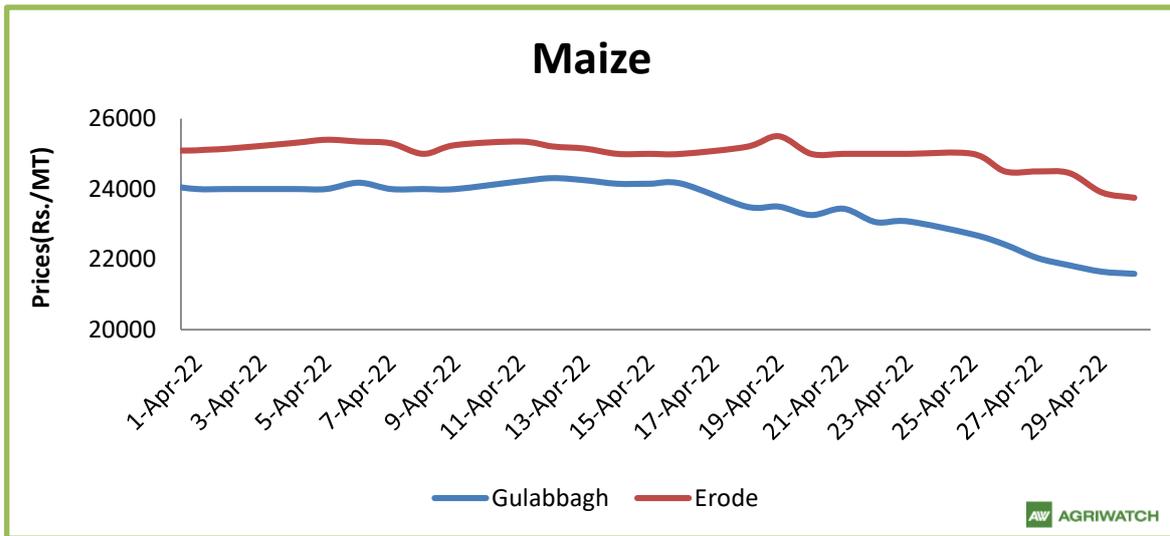
In coming week, arrivals is expected to decline and prices may remain inflated. Edible oil complex still remains tight as Canada and Europe reported poor Canola crop in 2021-22 due to crop damage. Ukraine- Russia, largest suppliers of sunflower oil have not been exporting since Feb'22 due to turmoil.

As per Agriwatch, the production is expected to be 107.1 Lakh tonnes, which is all time high production. Rajasthan's mustard crop production estimated at 45.1 Lakh tonnes, Madhya Pradesh at 11.7 Lakh tonnes, Uttar Pradesh at 14.10 Lakh tonnes. It is estimated that 102.5 Lakh tonnes will be crushed, which would translate into 43.05 Lakh tonnes oil and 59.45 Lakh tonnes RM seed DOC production. According to USDA's April'22 reports India's 2021-22 RM seed production estimated at 108 Lakh tonnes as compared to last year estimates at 85 Lakh tonnes, crushing estimated at 96.50 Lakh tonnes as compared to 75 Lakh tonnes previous year.

As per 2nd Advance estimate released by the Department of Agriculture and Farmers Welfare, RM seed production during 2021-22 is estimated at 114.59 Lakh tonnes vs 102.1 Lakh tonnes last year. Trade body Central Organization for Oil Industry and Trade (COOIT) has estimated Mustard Rabi 2022 crop at 113 Lakh tonnes marginally up from 110 Lakh tonnes last month, total production includes taramira too. COOIT has estimated mustard crop production in Rajasthan at 51 Lakh tonnes, 17 Lakh tonnes in Uttar Pradesh, 12.5 Lakh tonnes in Madhya pradesh.

RM Seed is expected to trade firm on the back of Palm oil export ban by Indonesia.

Jaipur RM seed Mandi Price Outlook (INR./Qtl)	Previous week 09th-15th April'22	Week Under review 16th-22nd April'22	Next week 23rd-29 th April'22
Weekly Average Price	7250	7346	7300-7600



Source: Agriwatch (Prices: Maize-Industrial/Feed Grade: Narela Market)

At bench mark Gulabgh market, the average weekly prices fell to Rs. 2,250 per quintal from previous week's Rs. 2,325 per quintal. Domestic demand from feed manufacturers reportedly remained slightly slow amid expectation of further easing in prices on increasing arrivals in coming days. However, a good demand from neighbouring countries like Bangladesh particularly for starch quality Maize is restricting any major decline in prices. All these worries are leading buyers over the world to buy Corn crop prior to that a severe shortage developing around globe. As a result Corn on CBOT rose by 6.6 USD to 321.25 USD per MT for May'22 contract, as compared to previous week. In near future it is expected that due to speculations related to tight global supplies and increased tensions related to Ukraine-Russia situation, worsening the worldwide corn supply, Corn on CBOT would remain firm.

In all the mandis, the prices were showing firm tone. Good exports are supporting the market. Though in the coming days it is expected that government might restrict exports which would create weak sentiments. In Delhi, the prices are expected to trade in the range of Rs. 2320-2280 per quintal in coming week. In Indore, the expected price range is Rs. 2330-2270 per quintal. In Ahmedabad, the expected range is Rs. 2500-2430 per quintal.

Outlook: Feed prices are expected to feature sideways with 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)		
	29-Apr-22	22-Apr-22	Parity To
Indore - 45%, Jute Bag	56000	58500	Gujarat, MP
Kota - 45%, PP Bag	58700	59500	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	60500	62000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	60000	61000	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	60000	60000	Andhra, AP, Kar, TN
Latur	57000	60500	-
Sangli	54500	56300	Local and South
Solapur	54500	56000	Local and South
Akola – 45%, PP Bag	58000	59500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	59000	61500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	58500	59300	-

International Soy DOC			
Argentina FOB USD/MT	29-Apr-22	23-Apr-22	-
Soybean Pellets	490	-	-
Soybean Cake Flour	490	-	-
Soya Meal	NR	-	-
Soy Expellers	NR	-	-
Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	29-Apr-22	23-Apr-22	Change
Adoni	36000	36000	0%
Khamgaon	-	-	-
Parli	-	-	-
Latur	35000	35000	0%

Groundnut Meal (Rs/MT)	29-Apr-22	23-Apr-22	Change
Basis 45%, Saurashtra	37000	36000	3%
Basis 40%, Saurashtra	33000	32000	3%
GN Cake, Gondal	38000	37000	3%

Mustard DOC/Meal	29-Apr-22	23-Apr-22	Change
Jaipur (Plant delivery)	21600	22000	-2%
Kandla (FOR Rs/MT)	23000	23000	0%

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	29-Apr-22	22-Apr-22	29-Mar-22	28-Apr-21	29-Apr-20
Delhi	Hybrid	2350	2550	2500	Closed	Closed
Davangere	Loose	2100	2180	2150	1610	1300
Nizamabad	Bilty	2250	2250	2325	Closed	Closed
Ahmedabad	Feed	2500	2525	2525	Closed	Closed
	Starch	2500	2540	2525	Closed	Closed

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

Weekly Averages of FOB and C&F Rate to Thailand (\$1=Rs.76.61)				
	Argentina	Brazil	US	India
FOB	314.00	352.00	356.00	320.75
C&F	364.00	407.00	416.00	355.75

Soy Meal Exports (In MT):

Month	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Jan	155160	105678	86378	41726	283167	52771
Feb	207977	73816	132375	20309	247085	33760
Mar	107059	39209	193920	61499	146379	23872*
Apr	124374	68264	40829	25940	39750	
May	48900	76026	53272	46614	52434	
Jun	45975	104088	62524	56638	25918	
Jul	80797	63747	76558	61957	26725	
Aug	87668	59643	95450	58190	10975	
Sep	102212	45388	35268	68576	5831	
Oct	71425	150388	63800	120290	14538	
Nov	207630	186409	69415	198776	42951	
Dec	168865	170588	72233	251221	43260*	
Total	1408042	1143244	982022	1011736	838264	

Feed Ingredient Prices at a Glance						
Commodity	State	Variety	Centre	29-April-22	23-April-22	Change
Bajra	Karnataka	Hybrid	Bellary	NA	NA	-
		Hybrid	Bangalore	2750	2750	Unch
Jowar	Karnataka	White	Bangalore	3400	3400	Unch
		White	Bellary	NA	2800	-
Maize	Karnataka	Yellow	Davangere	2200	2280	-80
	Telangana	Yellow	Nizamabad	2250	2250	Unch
Rice	Haryana	IR8	Karnal	3250	3300	-50
		Parmal Raw	Karnal	3400	3500	-100
Soy meal	Madhya Pradesh	DOC	Indore	5600	5850	-250
	Maharashtra	DOC	Sangli	5450	5630	-180
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3600	3600	Unch
Mustard	Rajasthan	Plant delivery	Jaipur	2160	2200	-40
Groundnut Meal	Gujarat	GN Cake	Gondal	3200	3200	Unch
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	3005	3053	-
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	3029	3172	-
Note: Prices Rs./Qtl						

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