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## Summary

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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. At bench mark Gulabghat market, the average weekly prices fell to Rs. 2,150 per quintal from previous week's Rs. 2,250 per quintal. Domestic demand from feed manufacturers reportedly remained strong from feed as well as starch. Also, a good demand from neighbouring countries like Bangladesh particularly for starch quality Maize is restricting any major decline in prices. However, ongoing strong demand from domestic feed industry as well as stockiest and international Maize buyers is expected to support the Maize market. 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.

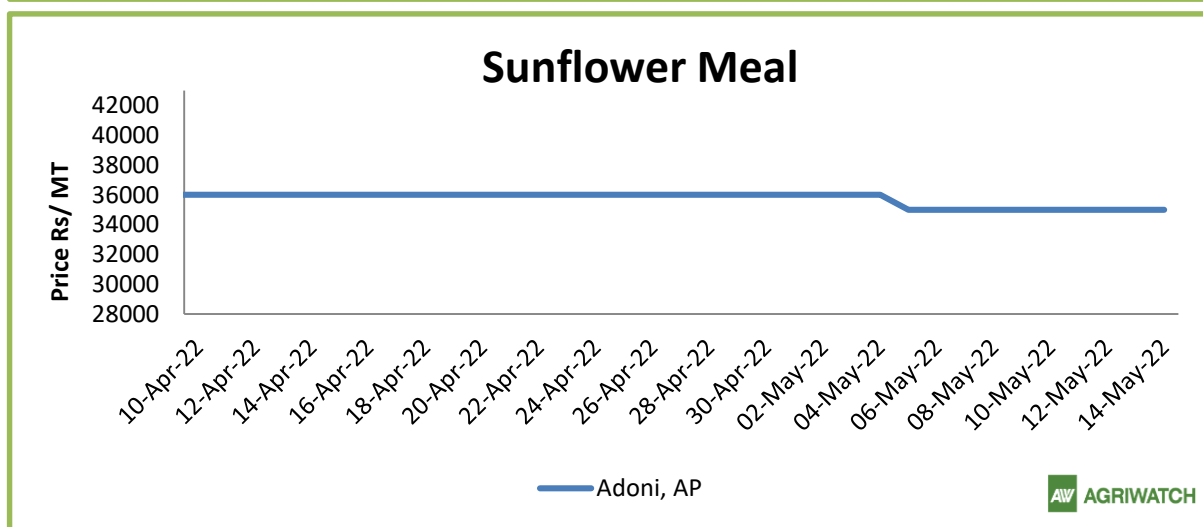
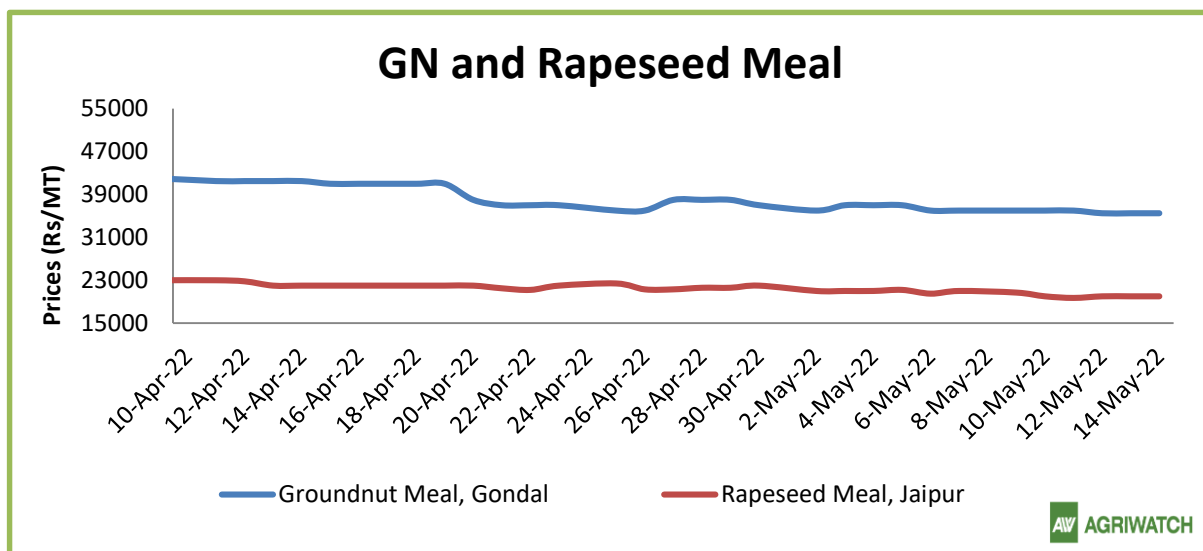
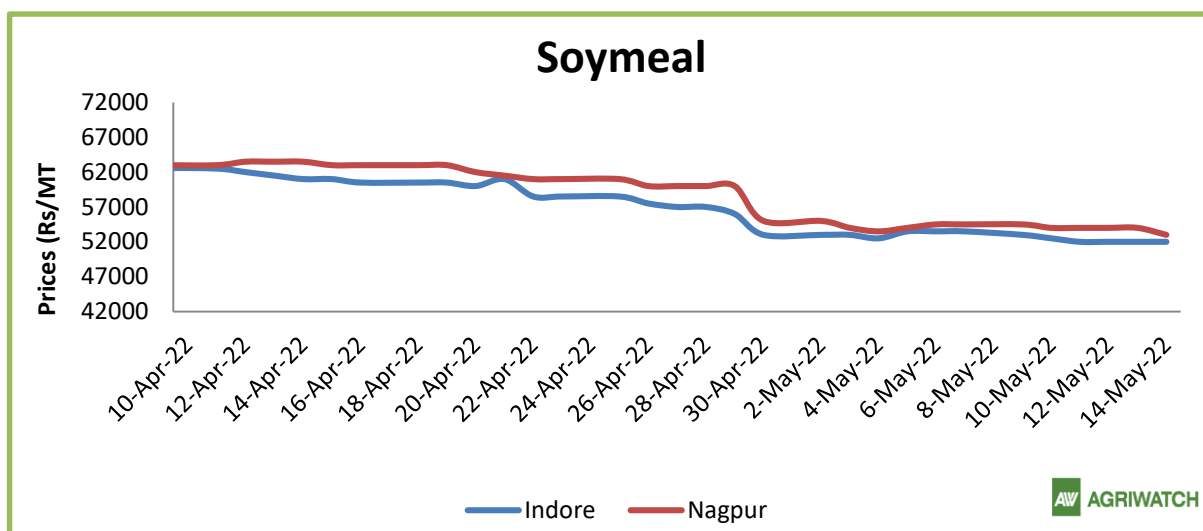
Cotton Association of India has reduced its cotton production estimate for the 2021-22 season by 11.50 lakh bales to 323.63 lakh bales from its previous estimate of 335.13 lakh bales. The Association has attributed the reduction in crop estimate due to the drop in production in states including Gujarat, Maharashtra, Madhya Pradesh, Telangana, Tamil Nadu, Karnataka. Agriwatch has estimated cotton production for the 2021-22 season at 320.60 lakh bales. The average price of cottonseed oilcake in the Kadi market has increased slightly as compared to previous week. Prices in Kadi were at Rs. 3041 per quintal from Rs. 2985 per quintal and in Akola prices were at Rs. 3082 per quintal from Rs. 3035 per quintal the previous week.

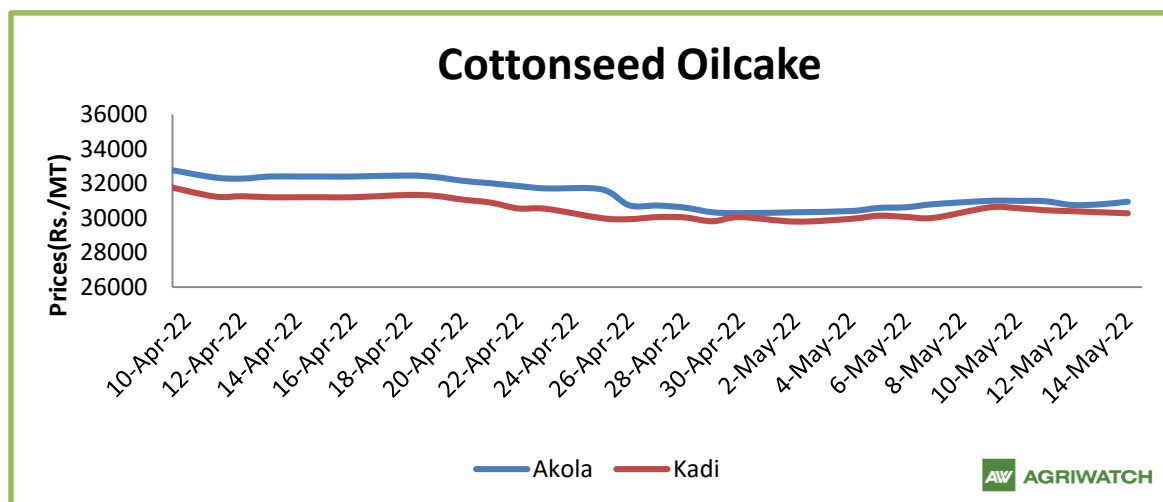
On 14th May 2022, Kanpur Wheat Mill delivery was traded at Rs. 2140 per quintal compared to Rs. 2225 per quintal last week. The prices fell by 3.83%. The government has banned the wheat export which led to fall in prices. Government has banned wheat exports with HS codes: 1001, 10011900, 100199, 10019910, 10019920. This includes all the type of wheat. Though government has made transitional arrangements for those who have issued Irrevocable Letter of credit (ICLC) on or before 13th May. Also, government is interested to export wheat if there is a food crisis in any country and the government of that country requests Indian government. AgriWatch had already expected and mentioned about export restrictions and scenario of prices fall in the wheat weekly report dated 25th April 2022. As on May 10th, wheat procurement stood at 178.01 Lakh MT (LMT) which is down by 47.92% from 341.72 LMT procured during previous year. The wheat procurement has been very low but with the export ban we are expecting that the procurement will pick up the pace in coming days as private traders won't be interested in buying the stocks, as a result the farmers will sell their produce to the government. The wheat prices are expected to fall in coming days as the export ban has impacted the export pace which till now was driving the prices. Traders are reluctant to buy any stock and there are huge stocks already available within the traders which is likely to come into the domestic market in coming days which will further pressurize the prices. We can also see a complete trend reversal of international and domestic prices which till now was moving with similar trend of upward rise.

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 48,000 – 54,000/MT.

Rapeseed-Mustard is expected trade range bound with firm bias amid palm oil export ban by Indonesia and shrinking arrivals in mandis. The seed prices are likely to trade in the range between 7,300 – 7,500/Qtl. in the short-run.

**Trend – Raw Material, Feed**





## Soy meal

During the week under review, Indore Soy meal prices continued trading with weak sentiments tracking Soy meal import. The weekly average prices of soy meal went down by 1.1% at INR 52,500/MT as compared to last week at INR 53,083/MT. Overall the prices quoted between INR 52,500 – 53,500/MT throughout the week.

At Nanded, the weekly average prices went down to INR. 55,200/MT compared to INR. 56,500/MT a week ago. In Kota the meal prices were down at INR. 55,716/MT compared to INR. 55,916/MT previous week.

Domestic crushing was already low due to weak 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.

**Soy meal Price Outlook for coming week:** Soybean meal prices are expected to continue correction from current level tracking Soy meal import decision by government.

Soy meal Indore Price Outlook (INR./MT)	Previous week 30th-06th May'22	Week Under review 07th-13th May'22	Next week 14 <sup>th</sup> -20th May'22
Weekly Average Price	52,500-53,500	52,000-53,500	51,000-54,000

### Rapeseed - Mustard Seed

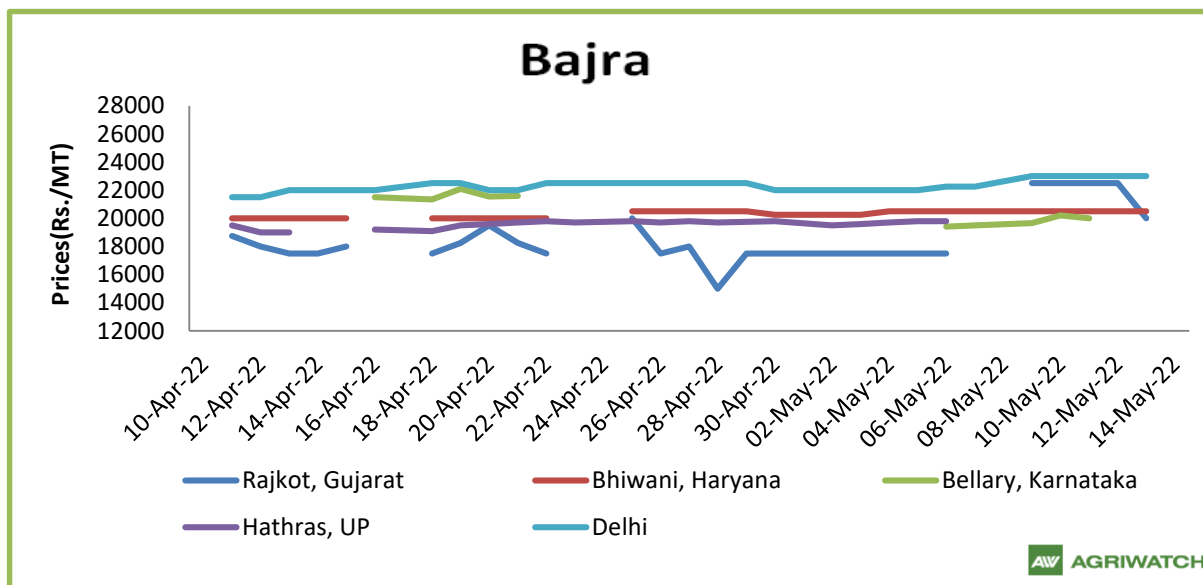
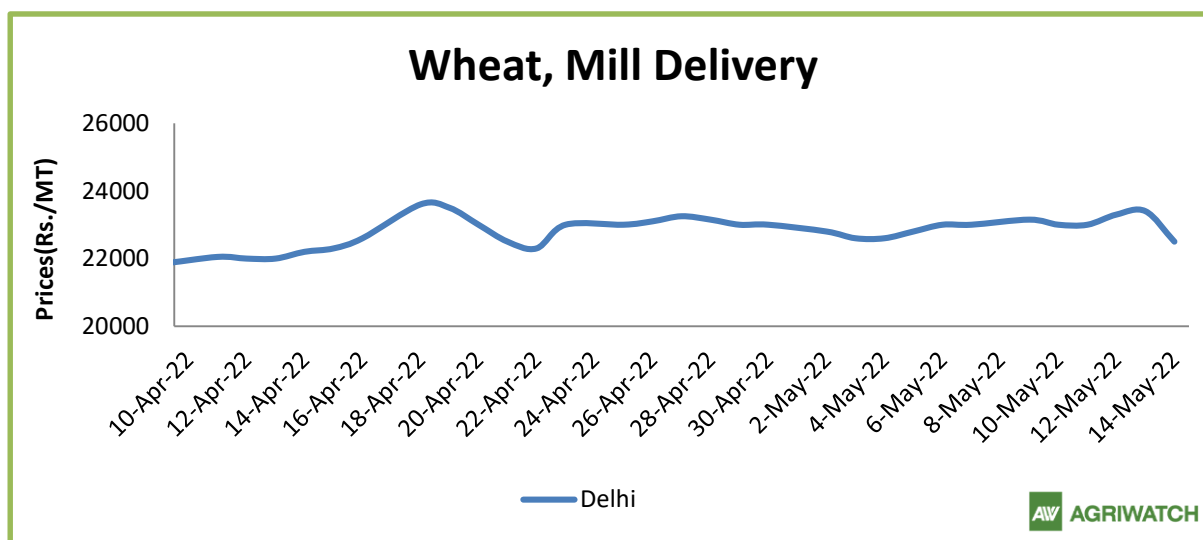
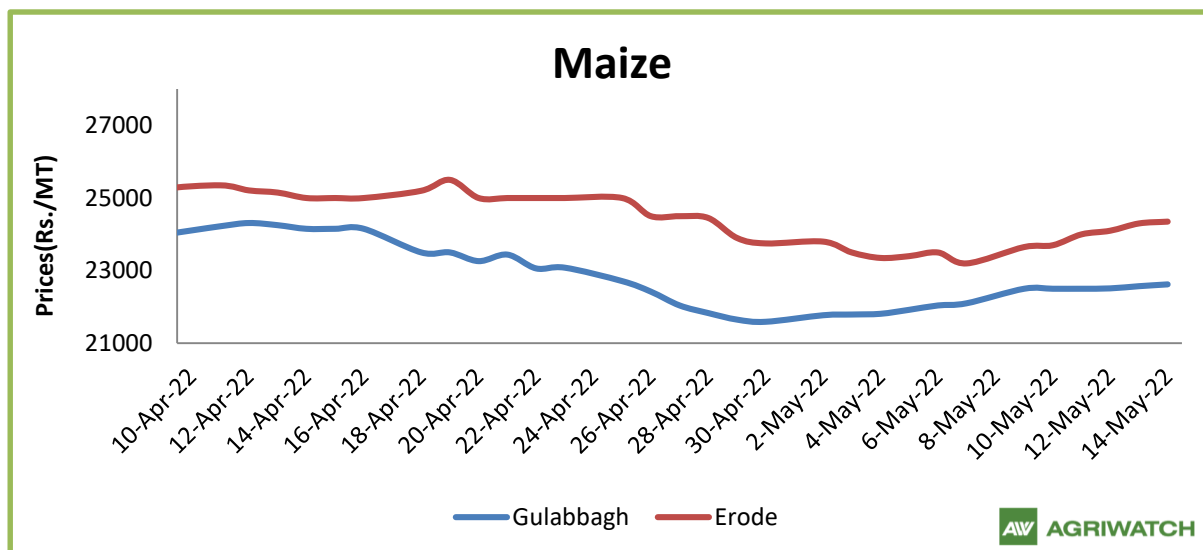
During the week under review, Jaipur RM seed weekly average prices went down by 1.7% to INR. 7,329/qtl as compared to INR. 7,454s/qtl last week. Prices went down in tandem with correction in Mustard oil prices. Farmers are holding new crop in anticipation. And may off load to meet their kharif sowing expences in upcoming weeks. Arrivals remained firm during the week under review, in Rajasthan, total mustard arrivals were recorded low at 13.65 Lakh bags. All India arrivals stood at 30.25 Lakh bags Vs 28.6 Lakh bags previous week. Most of the stockiest/ traders are inactive, as they already bought 2,000 Qtls of stock limit.

**Production-** 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. 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.

**International-** According to Stats can, Canada's canola stocks fall to lowest level since 2005. According to USDA Attachae, 2022-23 global rapeseed supplies is projected to rise 10 percent to a record 100.5 MMT as production in Canada recovers from last year's devastating drought. Both global harvested area and production are projected to be records. 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.

**RM seed Price Outlook for coming week:** RM Seed is expected to trade range bound with steady bias.

Jaipur RM seed Mandi Price Outlook (INR./Qtl)	Previous week 30th-06th May'22	Week Under review 07th-13th May'22	Next week 14th-20th May'22
Weekly Average Price	7,454	7,329	7,300-7,500



Source: Agriwatch

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

A firm sentiment featured in most of the Maize cash market during the week under review amid strong demand from domestic as well as from neighbouring countries. At bench mark Gulabba market, the average weekly prices rose to Rs. 2,250 per quintal from previous week's Rs. 2,150 per quintal. Meanwhile, the domestic demand from feed manufacturers are reportedly good. Besides, a good demand from neighbouring countries like Bangladesh particularly for starch quality Maize which is supporting the prices. In International market Corn continued to maintain a sideways trend on CBOT. AgriWatch expects, in near term market would trade range bound with firm bias amid strong domestic as well as international demand even though new Rabi Maize arrivals would be being delivered to Market.

In all the mandis, the prices were showing steady to weak tone. The impact of export ban can be seen in all the major mandis as traders were reluctant to buy new stocks of wheat from the farmers. Most of the traders are having huge stocks keeping the prices under pressure.

**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)		
	13-May-22	07-May-22	Parity To
Indore - 45%, Jute Bag	52000	53500	Gujarat, MP
Kota - 45%, PP Bag	55000	57000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	55500	56000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	54000	54500	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	55000	56000	Andhra, AP, Kar, TN
Latur	54000	55000	-
Sangli	50800	52500	Local and South
Solapur	51500	54000	Local and South
Akola – 45%, PP Bag	51500	52500	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Hingoli	54500	56000	Andhra, Chattisgarh, Orrisa, Jharkhand, WB
Bundi	54800	56800	-

International Soy DOC			
Argentina FOB USD/MT	13-May-22	07-May-22	Change
Soybean Pellets	-	-	-
Soybean Cake Flour	-	-	-
Soya Meal	-	-	-
Soy Expellers	-	-	-
Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	13-May-22	07-May-22	Change
Adoni	35000	35000	-
Khamgaon	-	-	-
Parli	-	-	-
Latur	34000	34000	-

Groundnut Meal (Rs/MT)	13-May-22	07-May-22	Change
Basis 45%, Saurashtra	34500	35000	-3%
Basis 40%, Saurashtra	29500	30000	-3%
GN Cake, Gondal	35500	36000	-3%

Mustard DOC/Meal	13-May-22	07-May-22	Change
Jaipur (Plant delivery)	20000	21000	-5%
Kandla (FOR Rs/MT)	21500	22000	-2%

#### Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	13-May-22	06-May-22	12-Apr-22	12-May-21	13-May-20
Delhi	Hybrid	2450	2330	2550	Closed	1360
Davangere	Loose	2050	1920	2250	Closed	1300
Nizamabad	Bilty	2150	2100	2450	Closed	Closed
Ahmedabad	Feed	2600	2460	2600	Closed	Closed
	Starch	2600	2500	2600	Closed	Closed



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

Weekly Averages of FOB and C&F Rate to Thailand (\$1=Rs.77.36)				
	Argentina	Brazil	US	India
FOB	298.00	310.00	335.00	296.10
C&F	348.00	365.00	395.00	331.10

**Soy Meal Exports (In MT):**

<u>Month</u>	<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*	
<b>Total</b>	<b>1408042</b>	<b>1143244</b>	<b>982022</b>	<b>1011736</b>	<b>838264</b>	

Feed Ingredient Prices at a Glance						
Commodity	State	Variety	Centre	13-May--22	06-May--22	Change
Bajra	Karnataka	Hybrid	Bellary	2100	NA	-
		Hybrid	Bangalore	2650	2650	Unch
Jowar	Karnataka	White	Bangalore	2700	2700	Unch
		White	Bellary	1895	NA	-
Maize	Karnataka	Yellow	Davangere	2050	2020	30
	Telangana	Yellow	Nizamabad	2150	2100	50
Rice	Haryana	IR8	Karnal	3300	3300	Unch
		Parmal Raw	Karnal	3550	3400	150
Soy meal	Madhya Pradesh	DOC	Indore	5200	5350	-150
	Maharashtra	DOC	Sangli	5080	5200	-120
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3500	3530	-30
Mustard	Rajasthan	Plant delivery	Jaipur	2000	2050	-50
Groundnut Meal	Gujarat	GN Cake	Gondal	2950	3100	-150
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	3027	3006	-
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	3095	3063	-
Note: Prices Rs./Qtl						

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