

FEED INGREDIENTS WEEKLY REPORT

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Summary

Week by week, fewer arrivals are coming to the market even though demand is still rising. This is due to the anticipation by farmers that prices will go higher on the coming days. When compared to the prior week, when they were at 473 tonnes, Davangere arrivals had dropped even further, to 372 tonnes. The weather conditions prevailing is unfavorable for transportation of arrivals to the market. Similarly, this week, 1900 MT have arrived overall at the benchmark market in Gulabghat, Bihar, compared to 2500 MT last week. Maize prices displayed a slightly firm price trend across the major spot markets in the nation, while arrivals have decreased as the week came to a close. This is due to decrease in arrivals as compared to same period last year while the demand is currently more. Export demand is also on the higher end. Last week, the Davangere benchmark market sold the fresh arrivals (loose) for an average price that ranged from Rs. 2310 to Rs. 2380, which is pricier than the previous week. The average price for Namakkal and Bengaluru was Rs. 2490 and Rs. 2400, respectively, indicating a somewhat firmer movement than the previous week. The average weekly price for bilty maize at Gulabghat Market in Bihar, however, remained unchanged from the previous week at Rs. 2,675 per quintal for the week under consideration. Corn on CBOT up by 5.22 USD to 257.07 per MT for Dec'22 contract, as compared to previous week.

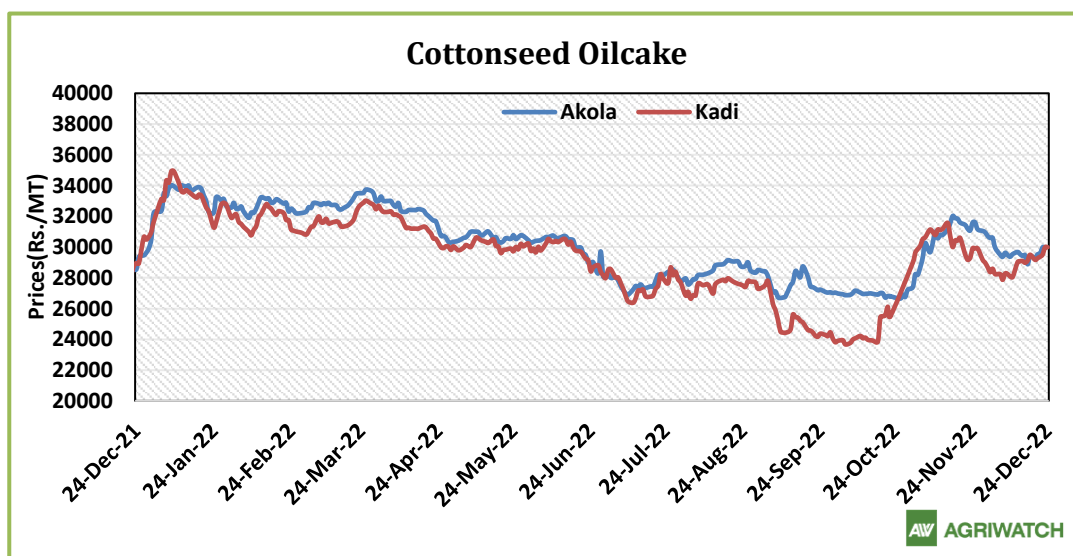
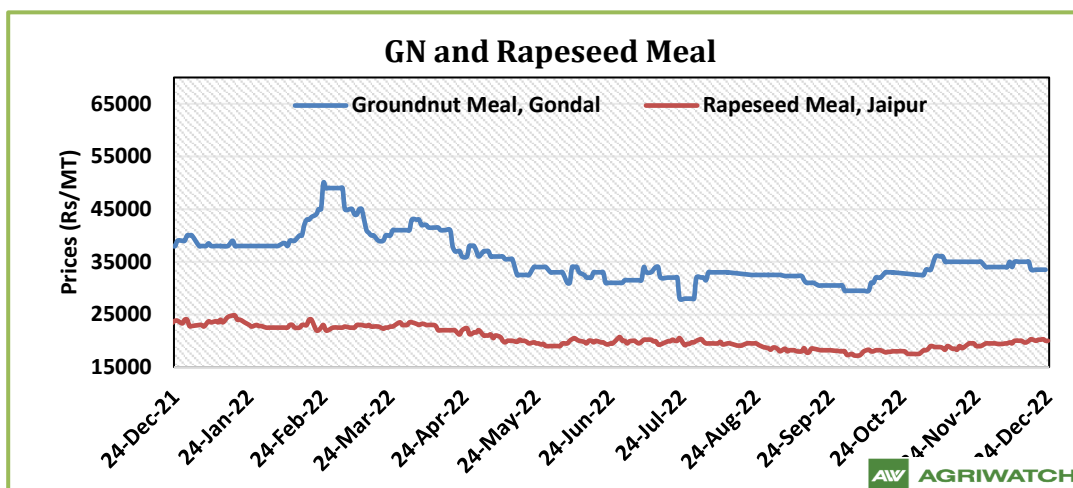
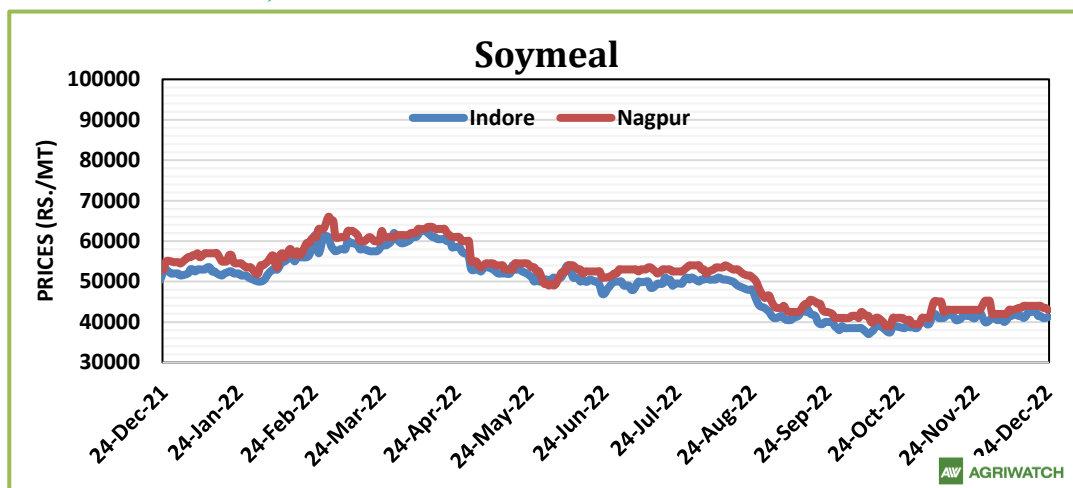
The average price of cottonseed oilcake in the Kadi market has decreased slightly due to limited demand as compared to previous week. Prices in Kadi were at Rs. 2883 per quintal from Rs. 2812 per quintal and in Akola prices were at Rs. 2946 per quintal from Rs. 2962 per quintal the previous week. For the coming week we expect prices to remain weak to stable.

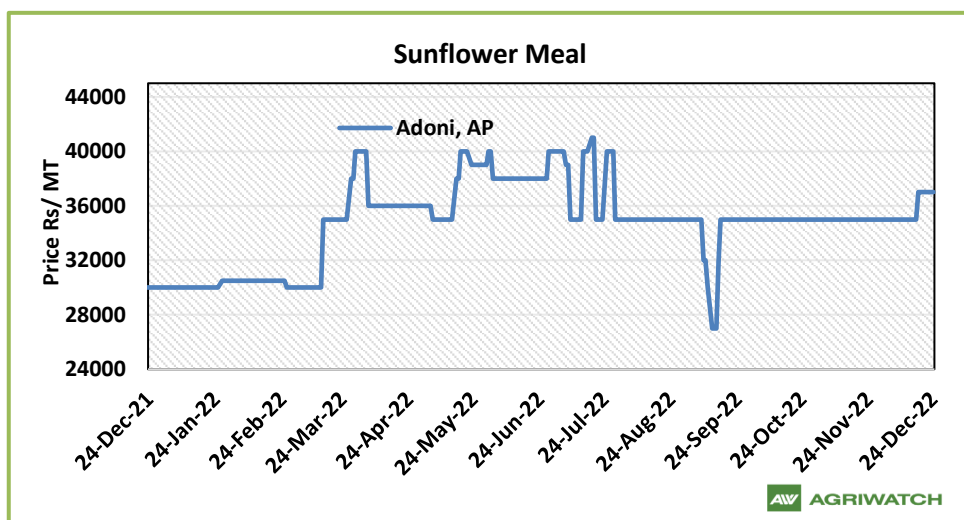
Center	Weekly Average Price as on (Rs/quintal.) *		% Change
	17-Nov-22	10-Nov-22	
Kadi	2883	2812	2.51
Akola	2946	2962	-0.56

Firm sentiments were observed in major Wheat cash markets during week under review. In benchmark Kanpur market prices were on higher side and traded at Rs.2780 per quintals during the period which is down by 0.72% from Rs.2760 per quintals in previous week. In a Cabinet meeting which was held on Friday (23/12/22) the Central Government decided to merge the PMGKAY and NFSA schemes. Previously, beneficiaries had to pay Rs.3 per kg for rice, Rs.2 per kg for Wheat, and Rs.1 per kg for coarse grains. But now the cabinet has decided that the beneficiaries will now receive the food grains free of cost. The Centre will spend more than Rs.2 lakh crore during this period to remove the financial burden of poor and needy people. After this announcement, it would be interesting to see the quantity for the OMSS, that might be released for the first quarter of the new year. Market expects 2 to 3 MMT of Wheat release through OMSS. The direction of cash market would depend on govt.'s move.

The weekly average prices of Indore soymeal traded with weak bias at INR 42,800/MT as compared to last week at INR 44,500/MT amid revive in export demand. During the week under review, Jaipur RM seed weekly average prices went up by 0.37% to INR. 6,738/qtl amid weak demand from crushers on disparity in crushing.

Trend – Raw Material, Feed





Source: AgriWatch

Soy meal

During the week under review, Indore Soymeal prices weekly average prices traded with weak bias and closed at INR 42,800/MT as compared to last week at INR 44,500/ amid revive in slow demand.

The Solvent Extractor Association monthly update showed Soymeal exports up by 265% to 1.64 Lakh tonnes in Nov'22 Vs 0.45 Lakh tonnes previous year. Soymeal exports went up for the third straight month on good soymeal exort demand from south east Asia tracking competitive prices in global markets. Soymeal exports are up by 49% for the period April'22-Nov'22 to 3.26 Lakh tonnes as compared to 2.19 Lakh tonnes previous year same period. Currently, Indian Soymeal FOB prices trading at \$535/MT, Argentina Soymeal FOB prices trading at \$539/MT and spread stands at \$-4/MT. Decline in Argentine soymeal prices has led to a squeeze in spread. Upon squeeze in spread Indian soymeal export demand is rising and so the prices are improving.

Soybean meal prices are expected to trade sideways with firm bias. Revive in soymeal export demand likely to support soymeal prices in upcoming months.

Soymeal Indore Price Outlook (INR. /MT)	Previous week 03rd Dec'22- 09th Dec'22	Week under review 10th Dec'22- 16th Dec'22	Next week 17th Dec'22- 23th Dec'22
Weekly Average Price	40,000-41,500	41,500-44,000	42,000-45,000

Rapeseed - Mustard Seed

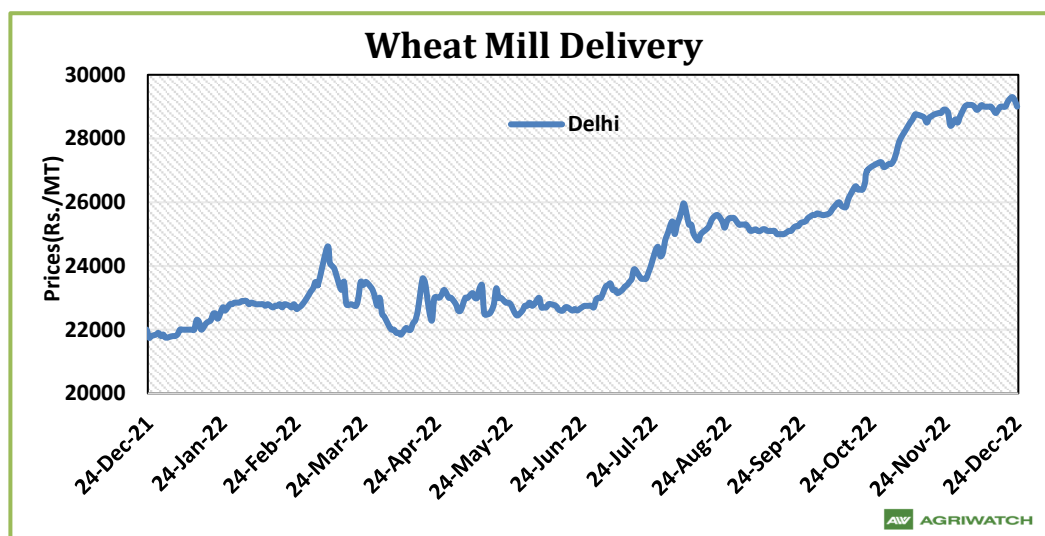
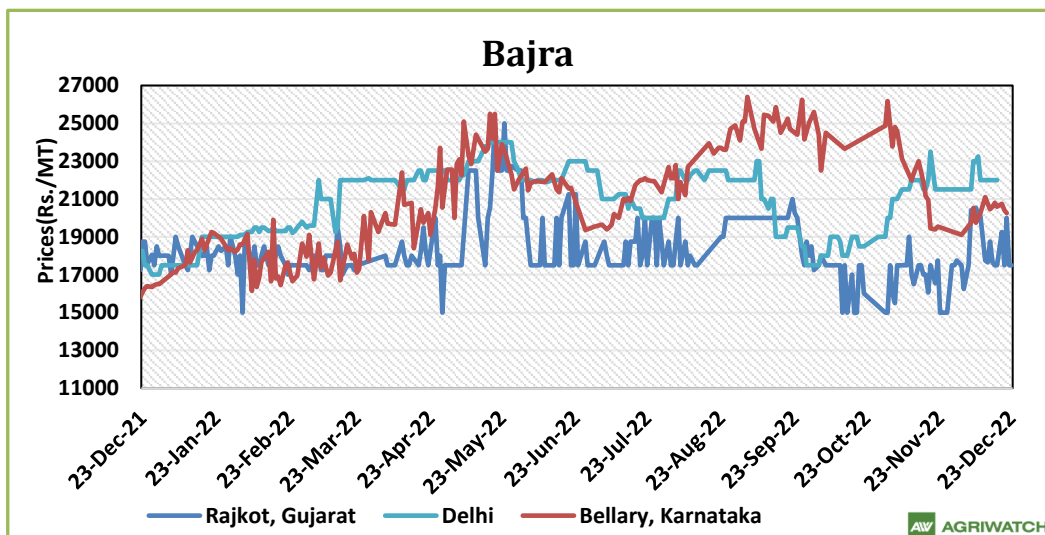
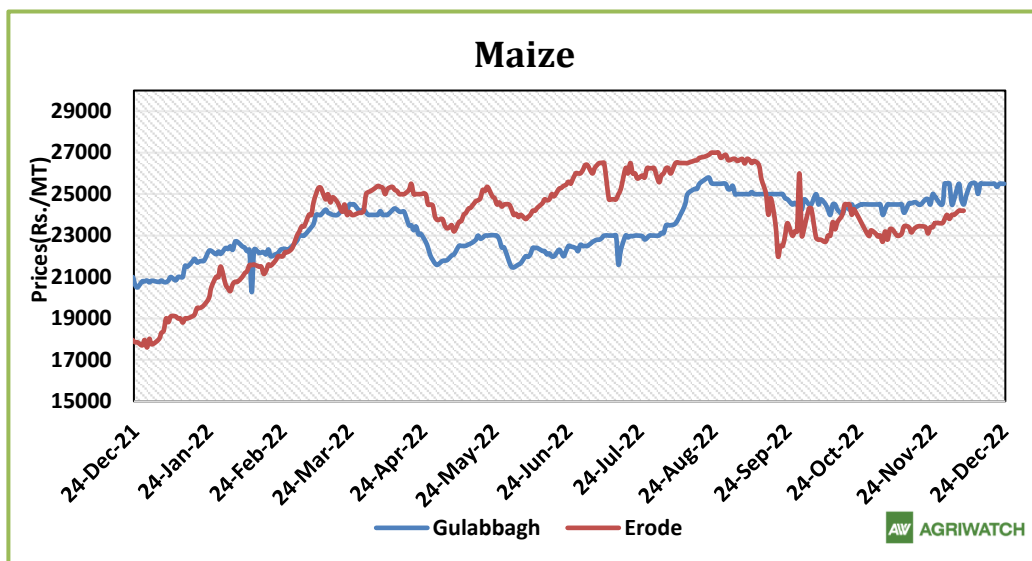
RM seed gained during the week under review. Jaipur RM seed weekly average prices went up marginally by 0.37% to INR. 6,738/qlt as compared to INR. 6,713/qlt previous week. Month till date market is down by 3.58%. So far RM seed has corrected by 6% from previous month high of INR 7,162/Qtl. During the week under review, RM Seed arrivals improved as farmers are offloading old crop ahead of arrival of new crop in the market. Arrivals in Rajasthan recorded at 5.25 Lakh bags as compared to 5.15 lakh bags previous week. All India arrivals went up and stood at 15.8 Lakh bags Vs 15 Lakh bags previous week.

There is a significant jump in export of rapeseed meal and reported at 14.75 Lakh tons in April'22-Nov'22 compared to 7.01 Lakh tons previous year same period. i.e., up by 110%. And in NOV'22 exports recorded up by 200% to 1.35 Lakh tonnes vs 0.45 Lakh tonnes in the previous year same period. Upon record crop of rapeseed and crushing resulted in the highest processing, availability of rapeseed meal and export. Currently India is the most competitive supplier of rapeseed meal to South Korea, Vietnam, Thailand and other Far East Countries. In Upcoming months too, we expect good exports amid firm demand from South east Asia.

Canadian canola utilization is expected to recover, with exports expected to rise about 77% to 9.3 million tonnes (Mt) and domestic crush volume to increase to 10, 0 Mt, compared to 8.6 Mt last year. The export rate to date is 103% over last year according to Canadian Grain Commission data, with shipments to Mexico, China and Japan accounting for 39%, 37% and 17% respectively. % of market share at the end of September. The average oil content of western Canadian canola is currently estimated at 42.7%, based on analysis of 1,369 samples; 94% of Canadian canola is grade No. 1. Carry-out stocks have fallen to 0.50 Mt, which will result in a stocks-to-use ratio of 3%.

RM Seed is expected to trade sideways with weak bias amid weak demand from crushers on disparity.

Jaipur RM seed Mandi Price Outlook (INR. /Qtl)	Previous week 03rd Dec'22- 09th Dec'22	Week under review 10th Dec'22- 16th Dec'22	Next week 17th Dec'22- 23th Dec'22
Weekly Average Price	6,688-6,763	6,688-6,763	6,600-6,800



Source: AgriWatch

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

The various markets are still receiving arrivals although at a very minimal level. However, maize prices are moving in a firm manner. Strong demand for maize kept the prices firm despite the peak arrival season especially from stockists, merchants, exporters, and feed producers. Additionally, this year's maize rail rake traffic is still robust. In addition, rail rake traffic for maize this year is still active. This year, it is predicted that domestic demand for maize will rise by 2.3% year over year to 28.8 million MT, led by increases in feed demand of 2.5 percent to 17 million MT and 2.0 percent to 11.7 million MT. Therefore, a significant rise in maize demand and strong pricing for replacement feed grains would keep maize prices on the uptick.

Good domestic demand coupled with shortage of arrivals in the market keeps mill delivery prices on higher side in almost all the domestic markets.

Annexure
Oil Meal Prices at Key Spot Markets:

Centers	Ex-factory rates (Rs/ton)		
	24-Dec-22	17-Dec-22	Parity To
Indore - 45%, Jute Bag	42500	41500	Gujarat, MP
Kota - 45%, PP Bag	44500	42500	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	45500	45000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	44000	43000	Chhattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	45000	44000	Andhra, AP, Kar, TN
Latur	44500	45000	-
Sangli	43000	42500	Local and South
Solapur	42500	42500	Local and South
Akola – 45%, PP Bag	42500	42000	Andhra, Chhattisgarh, Orissa, Jharkhand, WB
Hingoli	45000	44500	Andhra, Chhattisgarh, Orissa, Jharkhand, WB
Bundi	44300	42200	-

Soy DOC Rates at Different Centers

International Soy DOC			
Argentina FOB USD/MT	24-Dec-22	17-Dec-22	Change
Soybean Pellets	-	553	-
Soybean Cake Flour	-	553	-
Soya Meal	-	NR	-
Soy Expellers	-	NR	-
Sunflower (DOC) Rates			
Ex-factory rates (Rs/ton)			
Centers	24-Dec-22	17-Dec-22	Change
Adoni	37000	37000	0%
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	NA	NA	-

Groundnut Meal (Rs/MT)	24-Dec-22	17-Dec-22	Change
Basis 45%, Saurashtra	31500	32000	-2%
Basis 40%, Saurashtra	28500	28500	0%
GN Cake, Gondal	33500	35000	-4%

Mustard DOC/Meal	24-Dec-22	17-Dec-22	Change
Jaipur (Plant delivery)	20000	20300	-1%
Kandla (FOR Rs/MT)	21000	21000	0%

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	24-Dec-22	17-Dec-22	23-Nov-22	23-Dec-21	23-Dec-20
Delhi	Hybrid	NR	2400	2300	1875	1520
Davangere	Loose	Closed	2310	2300	1600	Closed
Nizamabad	Bilty	Closed	Closed	Closed	1850	NR
Ahmedabad	Feed	2375	NR	NR	1880	1520
	Starch	2375	NR	NR	1850	1540

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

Weekly Averages of FOB and C&F Rate to Thailand (\$1= Rs. 82.63)				
	Argentina	Brazil	US	India
FOB	316.00	302.00	310.67	306.17
C&F	366.00	357.00	370.67	341.17

Soy Meal Exports (In MT):

Month	2017	2018	2019	2020	2021	2022
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	25265
May	48900	76026	53272	46614	52434	18634
Jun	45975	104088	62524	56638	25918	32194
Jul	80797	63747	76558	61957	26725	14618
Aug	87668	59643	95450	58190	10975	17547
Sep	102212	45388	35268	68576	5831	13718
Oct	71425	150388	63800	120290	14538	40196
Nov	207630	186409	69415	198776	42951	
Dec	168865	170588	72233	251221	43260	
Total	1408042	1143244	982022	1011736	838264	

Feed Ingredient Prices at a Glance (Note: Prices Rs. /Qtl)

Commodity	State	Variety	Center	24-Dec-22	17-Dec-22	Change
Bajra	Karnataka	Hybrid	Bellary	-	-	-
		Hybrid	Bangalore	-	-	-
Jowar	Karnataka	White	Bangalore	-	-	-
		White	Bellary	2542	-	-
Maize	Karnataka	Yellow	Davangere	-	-	-
	Telangana	Yellow	Nizamabad	-	-	-
Rice	Haryana	IR8	Karnal	3300	3350	-50
		Parmal Raw	Karnal	4300	3950	+350
Soy meal	Madhya Pradesh	DOC	Indore	4120	4250	-130

	Maharashtra	DOC	Sangli	4180	4300	-120
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3700	3700	Unch
Mustard	Rajasthan	Plant delivery	Jaipur	2000	2030	-30
Groundnut Meal	Gujarat	GN Cake	Gondal	3350	3500	-150
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2999	2950	+49
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2998	2888	+110

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