

# FEED INGREDIENTS WEEKLY REPORT

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## Summary

Even while demand is still increasing, there are fewer new arrivals each week. This is a result of farmers anticipating better prices in the upcoming days. Davangere arrivals increased even further to 870 tonnes compared to the previous week, when they were 372 tonnes. The benchmark market in Gulababagh, Bihar, has received 2700 MT altogether this week compared to 1900 MT previous week. Maize prices displayed a slight down trend during the previous week in major markets as new arrivals are declining and low-quality maize is being sold from old stocks. Farmers are hesitant to bring new arrivals to the market as they anticipate an increase in price in the coming weeks. The Davangere benchmark market sold arrivals (loose) last week for an average price that was higher than the week before, ranging from Rs. 2100 to Rs. 2380. In Namakkal and Bengaluru, the average price was Rs. 2375 and Rs. 2308, respectively, showing a somewhat firmer movement than the previous week. However, the average weekly price for bilty maize increased from the previous week to Rs. 2,683 per quintal for the period under review at Gulababagh Market in Bihar. Corn on CBOT up by 4.82 USD to 267.11 per MT for Dec'22 contract, as compared to previous week.

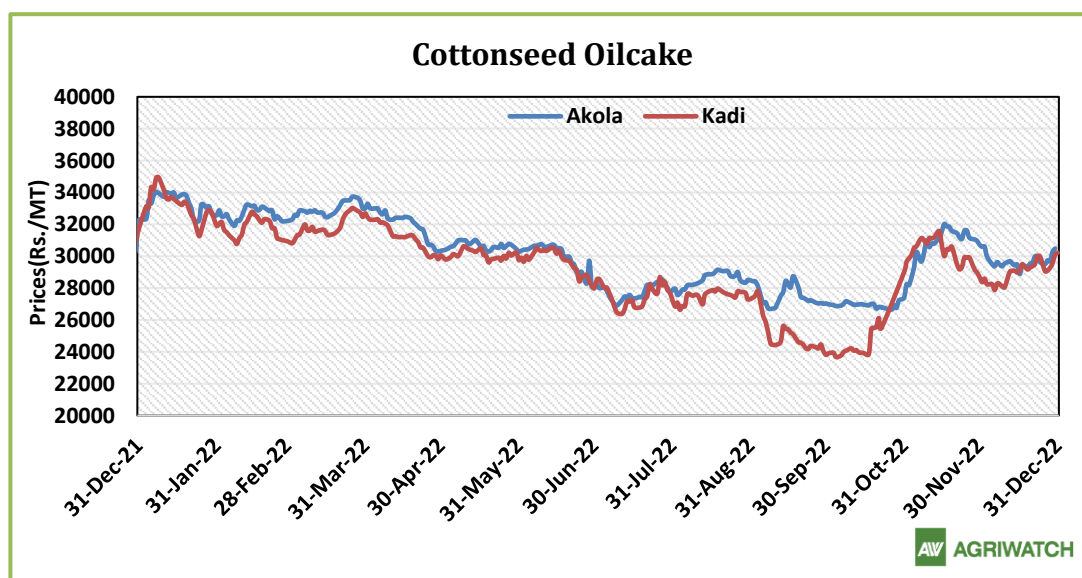
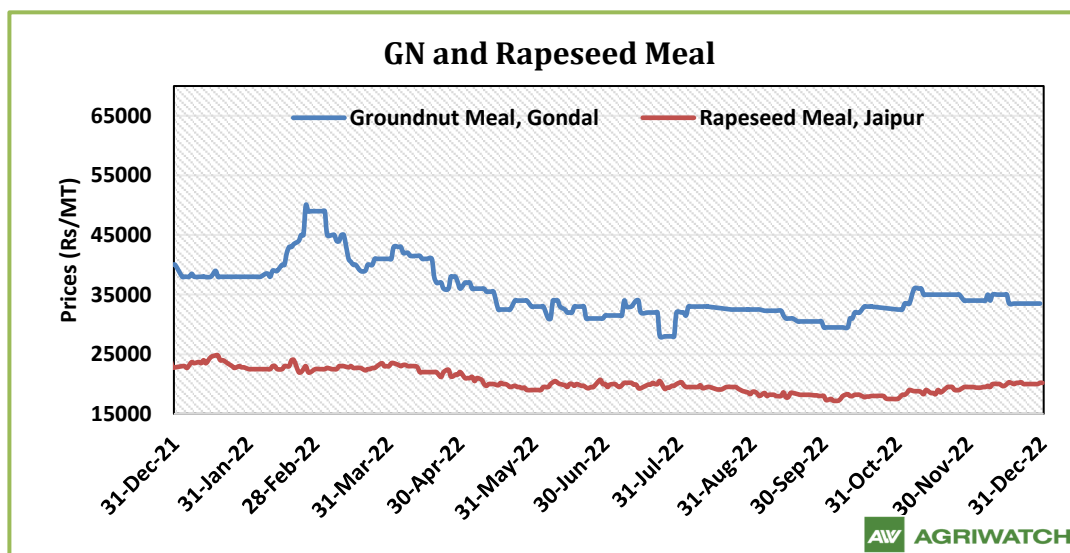
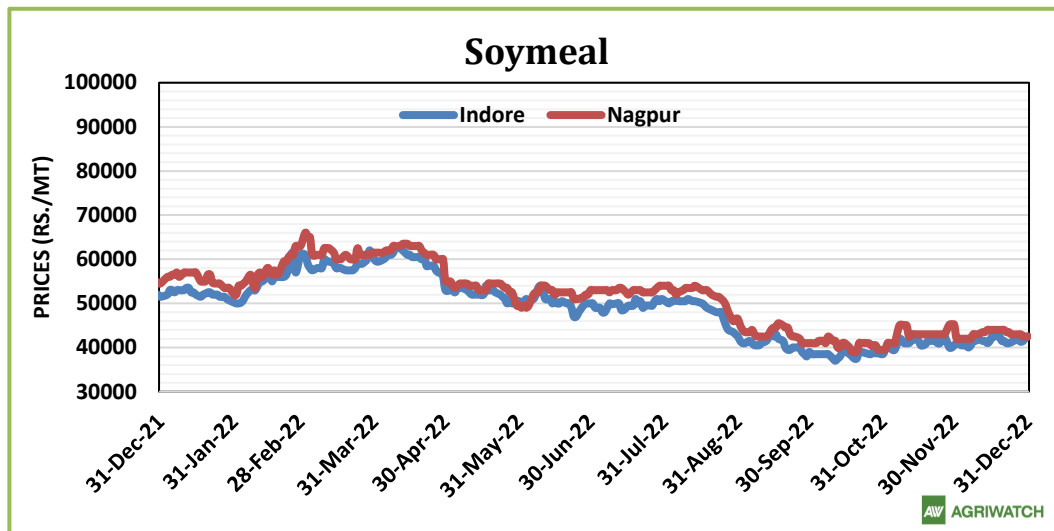
The average price of cottonseed oilcake in the Kadi market has increased slightly due to limited demand as compared to previous week. Prices in Kadi were at Rs. 2953 per quintal from Rs. 2933 per quintal and in Akola prices were at Rs. 2985 per quintal from Rs. 2966 per quintal the previous week. For the coming week we expect prices to remain stable.

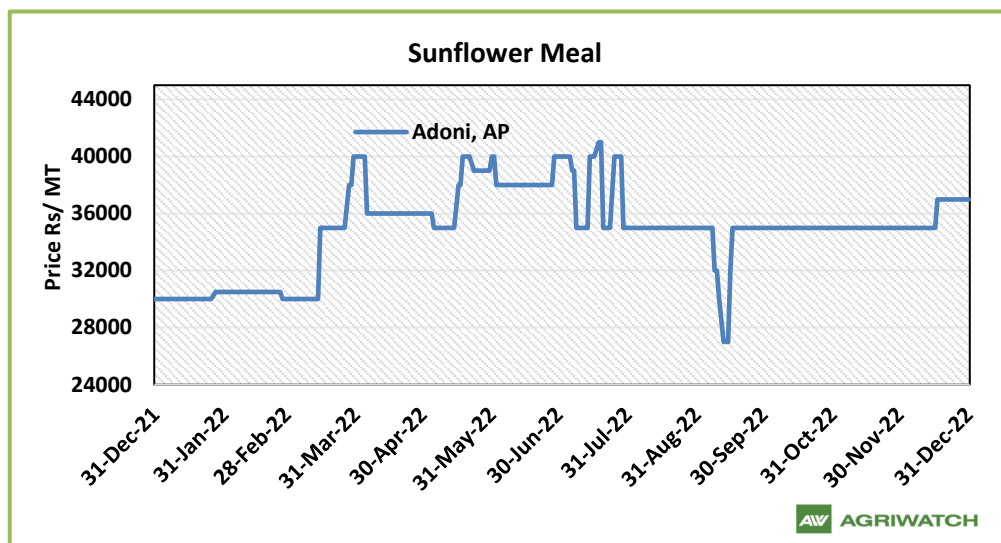
Center	Weekly Average Price as on (Rs/quintal.) *		% Change
	31-Dec-22	24-Dec-22	
Kadi	2953	2933	0.66
Akola	2985	2966	0.65

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.2810 per quintals during the period which is down by 1.07% from Rs.2780 per quintals in previous week. Prices were supported by shortage of quality arrivals in domestic market. HAFED releases two tender for the sale of Wheat commercially from Haryana and Madhya Pradesh. Release of these tenders give little hope about the OMSS release. Agriwatch expects that prices are likely to follow steady to firm sentiments in coming days and are likely to go downward if Government release 20-30 LMT of Wheat in OMSS.

The weekly average prices of Indore soymeal traded with weak bias at INR 42,767/MT as compared to last week at INR 43,667/MT amid decline in crush margin. During the week under review, Jaipur RM seed weekly average prices went up by 1.2% to INR. 6,775/qlt amid weak demand from crushers on disparity in crushing.

**Trend – Raw Material, Feed**





Source: AgriWatch

### Soy meal

During the week under review, Indore Soymeal weekly average prices traded with weak bias and went down by 2% to INR 42,767/MT as compared to last week at INR 43,667/ amid weak soybean prices. However, revive in export demand likely to support prices in upcoming weeks.

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.

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

Soymeal Indore Price Outlook (INR. /MT)	Previous week 17th Dec'22- 23rd Dec'22	Week under review 24th Dec'22- 30th Dec'22	Next week 31st Dec'22- 06th Jan'23
<b>Weekly Average Price</b>	41,000-42,500	41,200-44,000	42,000-45,000

## Rapeseed - Mustard Seed

RM seed gained during the week under review. Jaipur RM seed weekly average prices went marginally up by 1.2% to INR. 6,775/qrtl as compared to INR. 6,696/qrtl previous week. Month till date market is up by 1.2%. So far RM seed has corrected by 6% from previous month high of INR 7,162/Qtl.

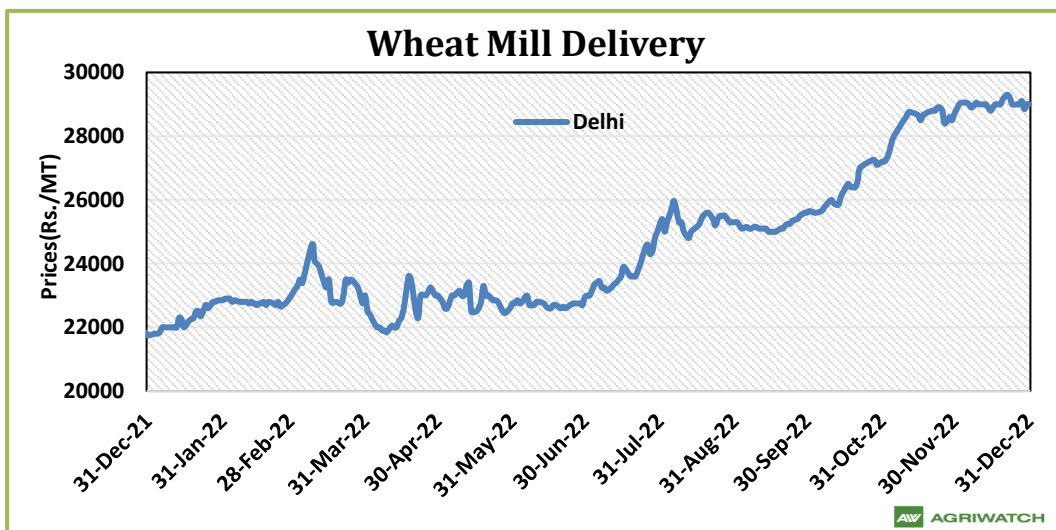
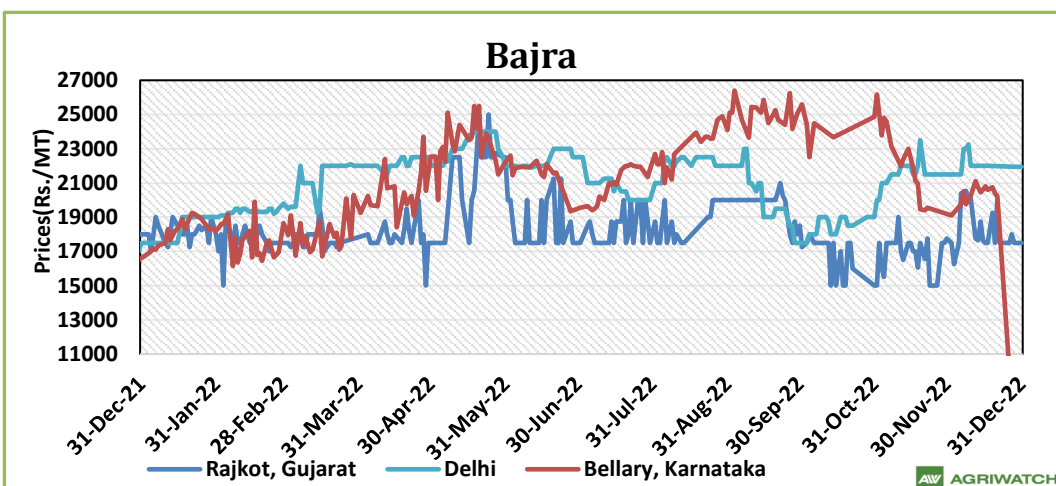
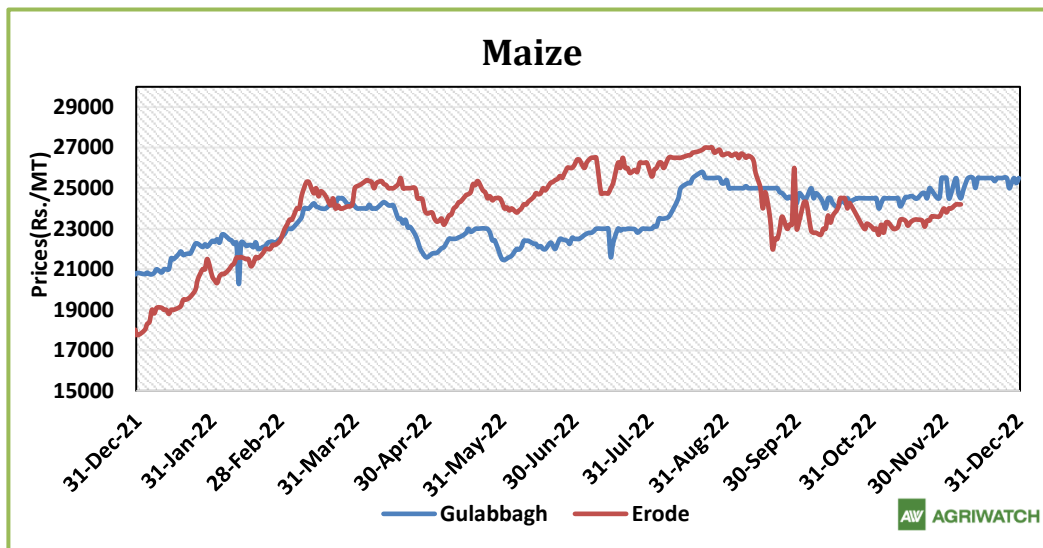
During the week under review, RM Seed arrivals improved as farmers are offloading old crop ahead of arrival of new crop in the market. Arrivals in Rajasthan recorded at 5.35 Lakh bags as compared to 5.25 lakh bags previous week. All India arrivals went down and stood at 15.55 Lakh bags Vs 15.80 Lakh 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 17th Dec'22- 23rd Dec'22	Week under review 24th Dec'22- 30th Dec'22	Next week 31st Dec'22- 06th Jan'23
Weekly Average Price	6,638-6,768	6,738-6,838	6,600-6,900



Source: AgriWatch

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

Arrivals at the various markets are reducing as weeks pass by. Due to decrease, markets are selling low quality maize available at the market from before at a lower price. Also, the farmers are anticipating that the prices will surge on the coming days and keeping the new stock of maize back. In Bihar, rabi sowing is still on and old arrivals are still selling at a flat price. The new arrivals are expected by beginning of April. By mid-Jan, Maharashtra will begin their spring sowing of maize which will bring more arrivals to the market. In fact, due to cotton prices reducing in the market, traders in Maharashtra are selling maize at the current high prices of 2100 to 2130 for good quality. Also, the poultry sector has recently switched to broken rice from maize due to the lower price of the former i.e., the demand for maize remains only for starch industry.

Decline in domestic demand keeps little check on delivery prices coupled with shortage of arrivals in the market keeps mill delivery prices on higher side in few domestic markets.

**Annexure**
**Oil Meal Prices at Key Spot Markets:**

Centers	Ex-factory rates (Rs/ton)		
	30-Dec-22	26-Dec-22	Parity To
Indore - 45%, Jute Bag	42200	41000	Gujarat, MP
Kota - 45%, PP Bag	43000	42500	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	45000	45000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	42500	43500	Chhattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	44500	45000	Andhra, AP, Kar, TN
Latur	43500	44500	-
Sangli	42000	41500	Local and South
Solapur	46000	46000	Local and South
Akola – 45%, PP Bag	42000	43000	Andhra, Chhattisgarh, Orrisa, Jharkhand, WB
Hingoli	44000	44500	Andhra, Chhattisgarh, Orrisa, Jharkhand, WB
Bundi	42800	42300	-

**Soy DOC Rates at Different Centers**

<b>International Soy DOC</b>			
<b>Argentina FOB USD/MT</b>	<b>30-Dec-22</b>	<b>26-Dec-22</b>	<b>Change</b>
Soybean Pellets	557	-	-
Soybean Cake Flour	557	-	-
Soya Meal	NR	-	-
Soy Expellers	NR	-	-
<b>Sunflower (DOC) Rates</b>			
<b>Ex-factory rates (Rs/ton)</b>			
<b>Centers</b>	<b>30-Dec-22</b>	<b>26-Dec-22</b>	<b>Change</b>
Adoni	37000	37000	0%
Khamgaon	NA	NA	-
Parli	NA	NA	-
Latur	NA	NA	-

<b>Groundnut Meal (Rs/MT)</b>	<b>30-Dec-22</b>	<b>26-Dec-22</b>	<b>Change</b>
Basis 45%, Saurashtra	31500	31500	0%
Basis 40%, Saurashtra	28500	28500	0%
GN Cake, Gondal	33500	33500	0%

<b>Mustard DOC/Meal</b>	<b>30-Dec-22</b>	<b>26-Dec-22</b>	<b>Change</b>
Jaipur (Plant delivery)	20200	20000	1%
Kandla (FOR Rs/MT)	20100	20800	-3%

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

<b>Market</b>	<b>Grade</b>	<b>24-Dec-22</b>	<b>17-Dec-22</b>	<b>23-Nov-22</b>	<b>23-Dec-21</b>	<b>23-Dec-20</b>
<b>Delhi</b>	Hybrid	2420	NR	2300	1900	1475
<b>Davangere</b>	Loose	2240	Closed	2300	1600	1320
<b>Nizamabad</b>	Bilty	NR	Closed	NR	1850	NR
<b>Ahmedabad</b>	Feed	2375	2375	NR	1850	1460
	Starch	2375	2375	NR	1870	1525

**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
<b>FOB</b>	315.50	312.50	320.50	-
<b>C&amp;F</b>	365.50	367.50	380.50	-

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

Month	2017	2018	2019	2020	2021	2022
<b>Jan</b>	155160	105678	86378	41726	283167	52771
<b>Feb</b>	207977	73816	132375	20309	247085	33760
<b>Mar</b>	107059	39209	193920	61499	146379	23872
<b>Apr</b>	124374	68264	40829	25940	39750	25265
<b>May</b>	48900	76026	53272	46614	52434	18634
<b>Jun</b>	45975	104088	62524	56638	25918	32194
<b>Jul</b>	80797	63747	76558	61957	26725	14618
<b>Aug</b>	87668	59643	95450	58190	10975	17547
<b>Sep</b>	102212	45388	35268	68576	5831	13718
<b>Oct</b>	71425	150388	63800	120290	14538	40196
<b>Nov</b>	207630	186409	69415	198776	42951	
<b>Dec</b>	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 (Note: Prices Rs. /Qtl)**

Commodity	State	Variety	Center	31-Dec-22	24-Dec-22	Change
<b>Bajra</b>	Karnataka	Hybrid	Bellary	-	-	-
		Hybrid	Bangalore	-	-	-
<b>Jowar</b>	Karnataka	White	Bangalore	-	-	-
		White	Bellary	-	2542	-
<b>Maize</b>	Karnataka	Yellow	Davangere	-	-	-
	Telangana	Yellow	Nizamabad	-	-	-
<b>Rice</b>	Haryana	IR8	Karnal	3300	3300	Unch
		Parmal Raw	Karnal	4450	4300	+150

<b>Soy meal</b>	Madhya Pradesh	DOC	Indore	4250	4120	<b>+130</b>
	Maharashtra	DOC	Sangli	4600	4180	<b>+420</b>
<b>Sunflower Meal</b>	Andhra Pradesh	Ex-factory	Adoni	3700	3700	<b>Unch</b>
<b>Mustard</b>	Rajasthan	Plant delivery	Jaipur	2020	2000	<b>+20</b>
<b>Groundnut Meal</b>	Gujarat	GN Cake	Gondal	3350	3350	<b>Unch</b>
<b>Cottonseed Oil Cake</b>	Gujarat	Ex- Mandi	Kadi	3022	2999	<b>+23</b>
<b>Cottonseed Oil Cake</b>	Maharashtra	Ex- Mandi	Akola	3048	2998	<b>+50</b>

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