AGRIWATCH

FEED INGREDIENTS WEEKLY REPORT

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Summary

During the week under review, arrivals in both Davangare and Gulab Bagh declined. The Rabi crop is yet to arrive in these markets. During the week under review, Davangere benchmark market sold arrivals (loose) for an average price of 2138 INR/qtl., which is down from previous week's price of 2182 INR/qtl. Corn on CBOT went down by 6.89 USD to 259.93 per MT for Mar'23 contract, as compared to previous week.

Cottonseed and oilcake remained bearish during the last week. However, prices are likely to go down with the pressure of arrivals. The situation of Ginners has not improved and they are still facing disparity. The average price of cottonseed oilcake in the Kadi market has decreased due to limited demand as compared to previous week. Prices in Kadi were at Rs. 2699 per quintal from Rs. 2815 per quintal and in Akola prices were at Rs. 2788 per quintal from Rs. 2853 per quintal the previous week.

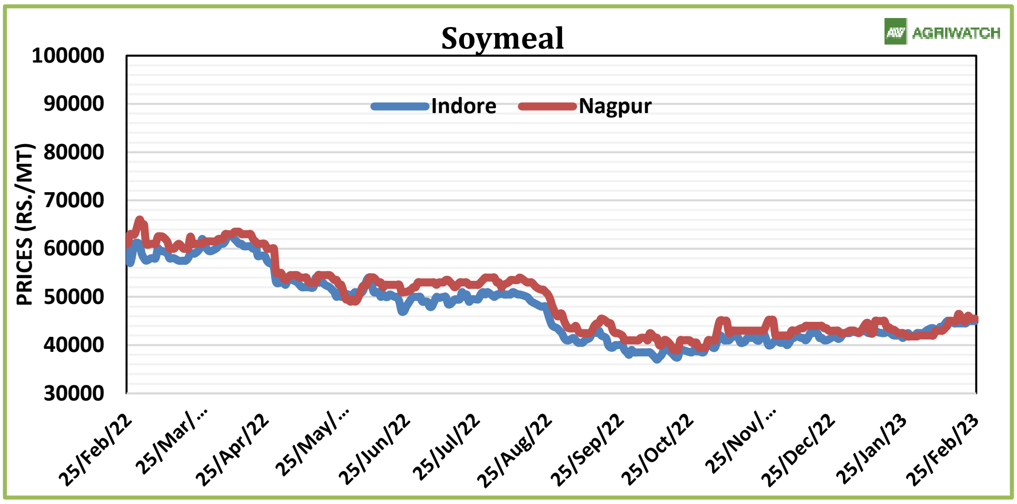
Center	Weekly Average Price as on (Rs/quintal.) *		% Change
	24-Feb-23	18-Feb-23	
Kadi	2699	2815	-4.13
Akola	2788	2853	-2.29

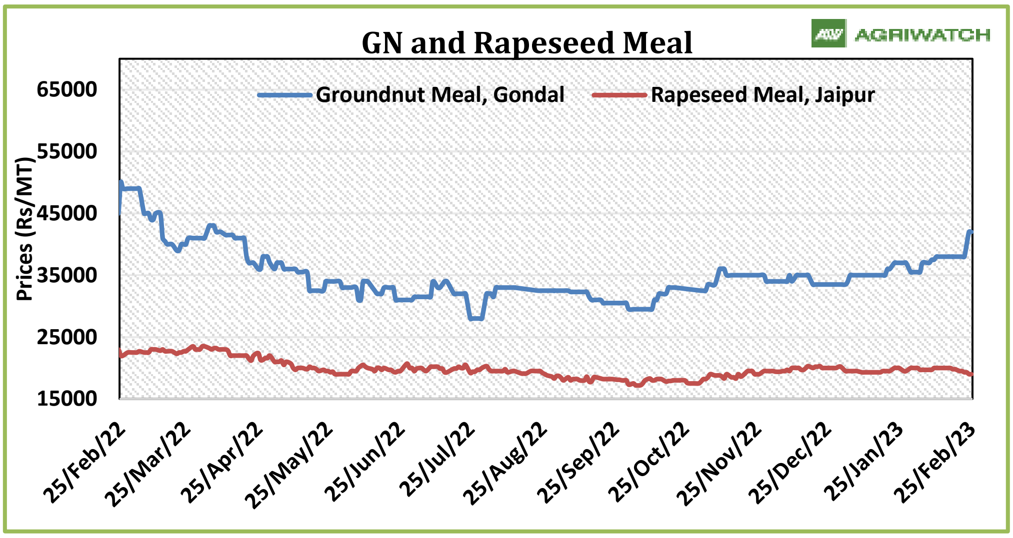
Weak sentiments were observed during week under review in major cash markets due to supply pressure build up by new crop arrivals in some districts of M.P. and Gujarat along with OMSS release by Government. Currently prices were trading in the range of Rs.2100 to 2400 per quintals. In benchmark Kanpur market mill delivery prices were traded at Rs.2210 per quintals down by 6.94% as compared to previous week. AgriWatch expects that prices are likely to downtrend in coming weeks also as Government has extended OMSS release quantity further by 20 LMT. As per trade sources, reports of slight loss in the crop have been coming from districts of Rajasthan and Punjab due to above normal temperature, but it needs to be observed during the next 10-15 days for a clearer picture.

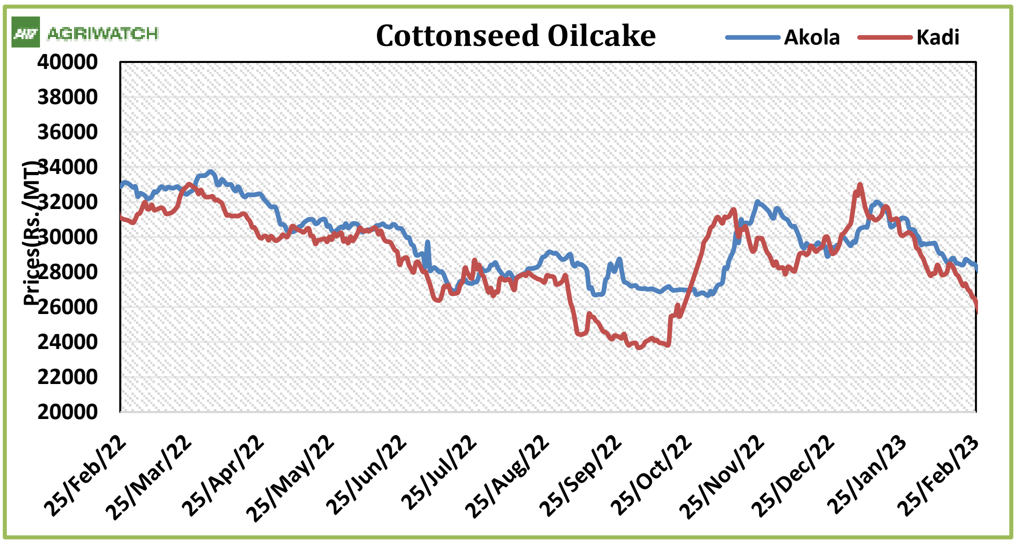
The total quantity of 11.79 LMT was offered while 5.07 LMT of Wheat was auctioned by FCI through the 3rd e-auction conducted on 22nd Feb, 2023 and an amount of Rs.1086.10 crores was received. The weighted average rate of Rs. 2172.08/Qtl was received by FCI in the auction. Sale through auction would continue once a week (Wednesday) till the 2nd week of March-2023. Out of the total quantity sold 1.39 LMT was sold from Haryana, Punjab, and Madhya Pradesh where the weighted average reserve price was Rs.2135.35 per quintal while the selling price was Rs.2148.32 per quintals. As observed from the quantity ranges it has been indicated that small and medium flour millers are actively participating in the auction. A total of about 1269 bidders participated in the auction.

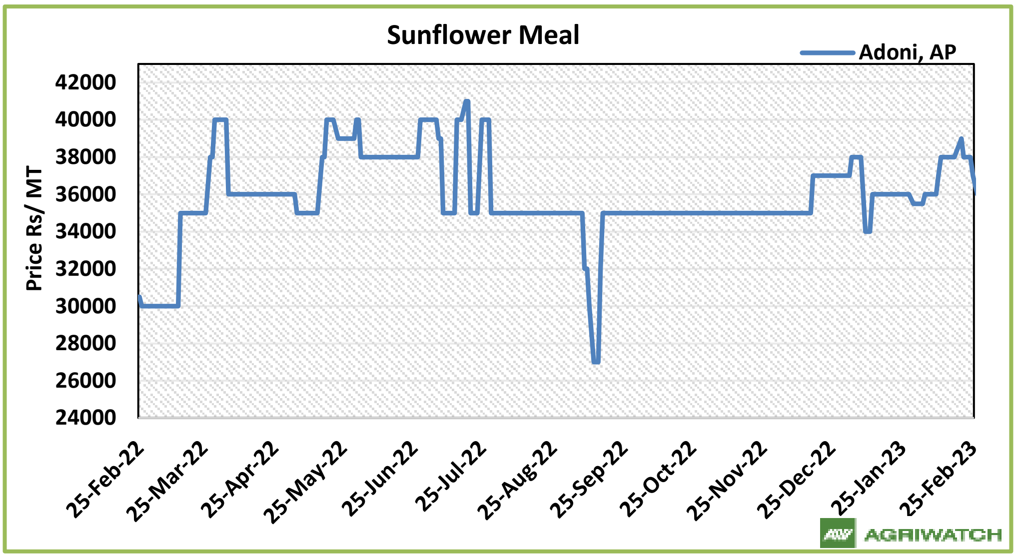
The weekly average prices of Indore soymeal too remained sideways and went marginally up by 0.3% to INR 44,750/MT as compared to last week at INR 44,750/MT amid good export demand. During the week under review, Jaipur RM seed weekly average prices went down by 1.93% to INR. 5,856/qtl amid increase in arrivals.

Trend – Raw Material, Feed:









Source: AgriWatch

Soy meal

During the week under review, Indore Soymeal weekly average prices remained sideways, extended previous week gains and went marginally up by 0.3% to INR 44,750/MT as compared to last week at INR 44,633/ amid good export demand. Revival of export demand has pushed soymeal prices to five months high of INR 45,000/MT and in upcoming weeks too it is expected to trade with firm bias.

India's soymeal exports likely to double in the 2022/23 marketing year, as drought in top exporter Argentina lifted global prices, prompting buyers to turn to the south Asian country like India with cheaper rates. The revival in Soymeal exports has boosted soybean crushing in India and soy oil availability could limit the import of soy oil and palm oil. Exports demand for Indian soymeal has been reviving since it is cheaper than supplies from Argentina. India's soymeal exports in the current marketing year could rise to 15- 20 Lakh tonnes, from 644,000 tonnes a year ago. India's soymeal exports in the first three months of the 2022/23 marketing year, which started on Oct. 1, jumped 223% to 325,409 tonnes, according to trade body the Solvent Extractors' Association of India.

According to USDA Feb'23 report, 2022/23, India's Soybean crush is estimated to be at 9.7 MMT as compared to previous year at 8.5 MMT and country's domestic soymeal consumption is estimated to be at 6.66 MMT Vs 6.28 MMT previous year. Moreover, Soymeal exports is projected at 1.2 MMT as compared to 0.94 MMT previous year.

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

Soymeal Indore Price Outlook (INR. /MT)	Previous week 11th Feb'23- 17th Feb'23	Week under review 18th Feb'23- 24th Feb'23	Next week 25th Feb'23- 03rd Mar'23
Weekly Average Price	43,800-45,000	44,500-45,000	43,000-46,000

Rapeseed - Mustard Seed

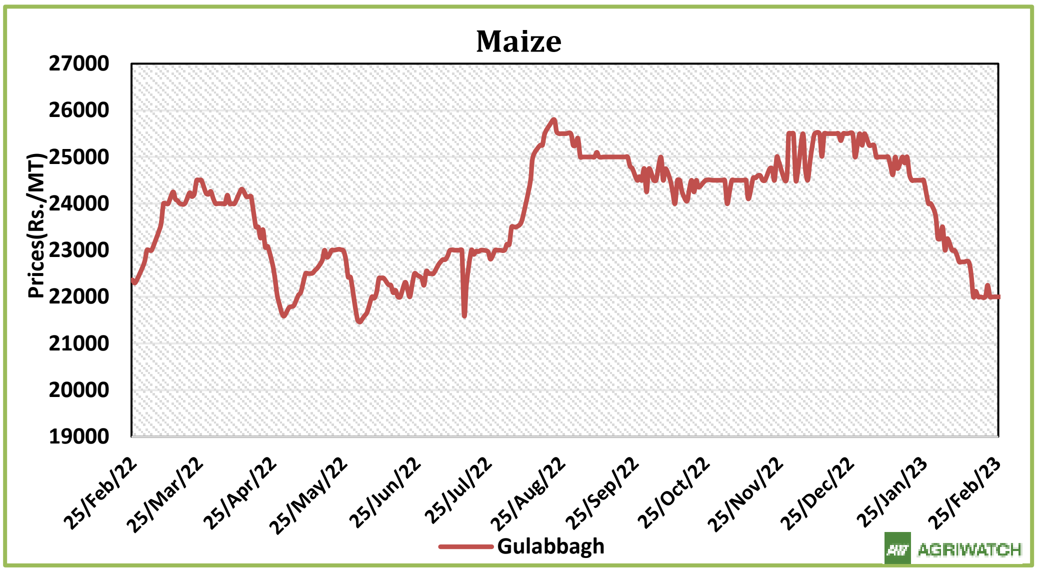
Jaipur RM seed weekly average prices declined for eighth straight week by 1.93% to INR. 5,856/qtl as compared to INR. 5,971/qtl previous week as increased arrivals pulled down RM seed prices. So far RM seed has corrected by more than 20% from previous high of INR 7,162/Qtl. As of now the mustard crop in the states of Rajasthan, Uttar Pradesh, and Madhya Pradesh has reached maturity and is poised for full-scale harvesting. At present, most of the mandis are receiving new RM seed with high moisture content.

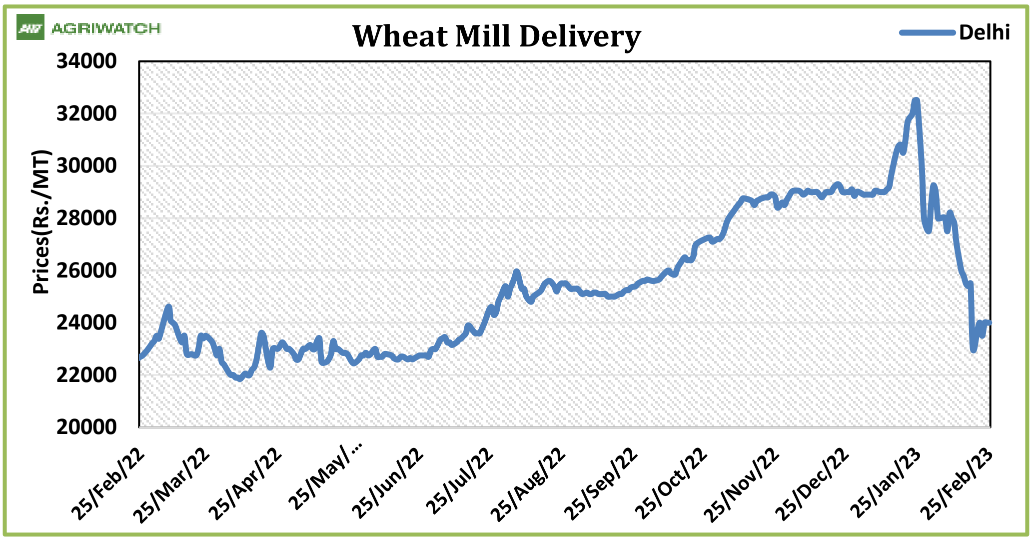
There is a significant jump in export of rapeseed meal in April'22-Jan'23 and reported at 16.70 Lakh tons compared to 7.14 Lakh tons previous year same period i.e., up by 162%. And in Jan'23 exports recorded up by 22% to 2.38 Lakh tonnes vs 1.94 Lakh tonnes in the previous year same period. Upon record 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.

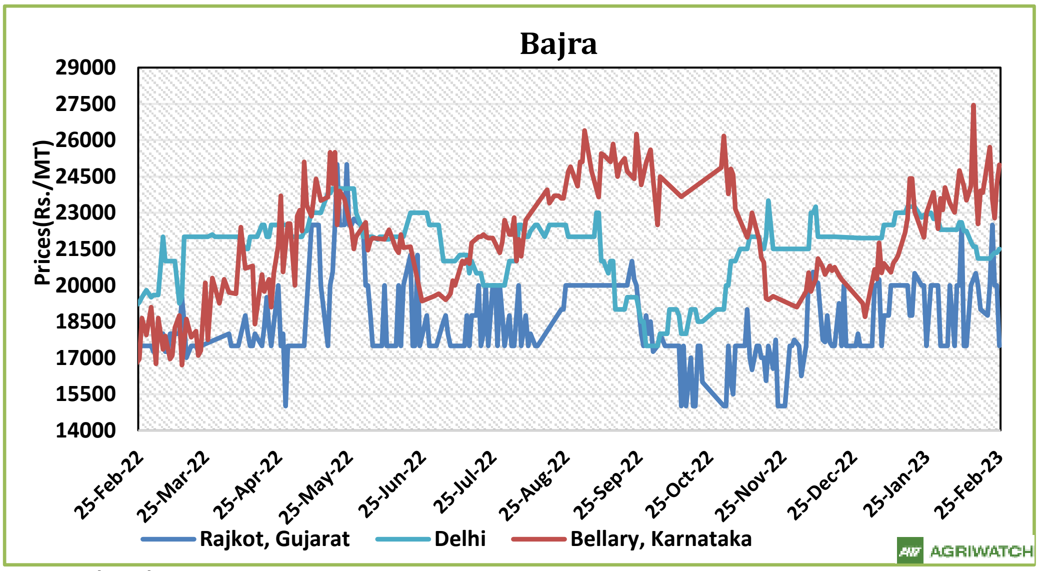
Canada planted 8.7 million hectares of canola in 2022-2023, a decrease of 4% from the previous crop year, with a harvested area of 8.6 million hectares. Yields improved to 2.11 tonnes per hectare, compared to 1.54 t/ha in 2021-2022, due to drought relief. The estimated production is 18.2 million tonnes, as per Statistics Canada. Saskatchewan led production with 9.5 million tonnes, followed by Alberta with 5.6 million tonnes and Manitoba with 2.9 million tonnes. Total supply is estimated at 19.1 million tonnes, slightly up from the previous year due to higher production partially compensating for low opening stocks.

RM Seed is expected to trade with weak bias amid increase in new crop arrivals and higher production expectation.

Jaipur RM seed Mandi Price Outlook (INR. /Qtl)	Previous week 11th Feb'23- 17th Feb'23	Week under review 18th Feb'23- 24th Feb'23	Next week 25th Feb'23- 03rd Mar'23
Weekly Average Price	5,938-6,013	5,713-5,988	5,700-6,000







Source: AgriWatch

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

In the past few weeks, the trade of maize has become sluggish due to lull supply and demand. Expectedly, the arrivals from new crop will begin from the last week of march and first week of April, as a result, there will be some movement in prices. In most of the major rabi growing states, sowing is coming to end. Additionally, because broken rice is less expensive, the poultry industry recently turned to utilizing it instead of maize, leaving only the starch industry as a buyer for maize.

Mixed sentiments were observed in mill delivery prices of Wheat cash markets for the consecutive fourth week. OMSS release coupled with new crop arrivals in some major districts of M.P and Gujarat pressurize domestic prices. While slight increase in weekly prices were observed in Kota market amid reports of little damage of crop due to increase in temperature.

Annexure

Oil Meal Prices at Key Spot Markets:

Centers	Ex-factory rates (Rs/ton)		
	25-Feb-23	18-Feb-23	Parity To
Indore - 45%, Jute Bag	45000	44500	Gujarat, MP
Kota - 45%, PP Bag	46500	46000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	47500	46000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	45500	46500	Chhattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	46000	45000	Andhra, AP, Kar, TN
Latur	46500	46000	-
Sangli	43000	43500	Local and South
Solapur	46500	45500	Local and South
Akola – 45%, PP Bag	45000	44500	Andhra, Chhattisgarh, Orrisa, Jharkhand, WB
Hingoli	46000	45000	Andhra, Chhattisgarh, Orrisa, Jharkhand, WB
Bundi	46300	45800	-

Soy DOC Rates at Different Centers

International Soy DOC			
Argentina FOB USD/MT	**25-Feb-23**	**18-Feb-23**	**Change**
Soybean Pellets	585	-	-
Soybean Cake Flour	585	-	-
Soya Meal	NR	-	-
Soy Expellers	NR	-	-
Sunflower (DOC) Rates	**Ex-factory rates (Rs/ton)**		
Centers	**25-Feb-23**	**18-Feb-23**	**Change**
Adoni	37000	38000	-3%
Latur	NA	-	-

Groundnut Meal (Rs/MT)	25-Feb-23	18-Feb-23	Change
Basis 45%, Saurashtra	38500	34500	12%
Basis 40%, Saurashtra	37500	33500	12%
GN Cake, Gondal	42000	38000	11%

Mustard DOC/Meal	25-Feb-23	18-Feb-23	Change
Jaipur (Plant delivery)	19000	19800	-4%
Kandla (FOR Rs/MT)	20000	20700	-3%

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	24-Feb-23	17-Feb-23	24-Jan-23	23-Feb-22	23-Feb-21
Delhi	Hybrid	2340	2320	2420	2225	1500
Davangere	Loose	2150	2170	2200	2050	1500
Nizamabad	Bilty	NA	NR	NR	1900	1500
Ahmedabad	Feed	NA	2370	NR	2180	1500
	Starch	NA	2350	NR	2100	1550

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

Weekly Averages of FOB and C&F Rate to Thailand ($1= Rs.82.76)				
	Argentina	**Brazil**	**US**	**India**
FOB	314.33	310.00	300.00	-
C&F	364.33	365.00	360.00	-

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	1,64,075
Dec	168865	170588	72233	251221	43260	1,21,138
Total	**1408042**	**1143244**	**982022**	**1011736**	**838264**	**447385**

Feed Ingredient Prices briefly (Note: Prices Rs. /Qtl):

Commodity	State	Variety	Center	24-Feb-23	18-Feb-23	Change
Bajra	Karnataka	Hybrid	Bellary	2695	-	-
		Hybrid	Bangalore	-	-	-
Jowar	Karnataka	White	Bangalore	-	-	-
		White	Bellary	2650	-	-
Maize	Karnataka	Yellow	Davangere	-	-	-
	Telangana	Yellow	Nizamabad	-	-	-
Rice	Haryana	IR8	Karnal	3000	3000	**Unch**
		Parmal Raw	Karnal	4350	4450	**-100**
Soy meal	Madhya Pradesh	DOC	Indore	4500	4450	**50**
	Maharashtra	DOC	Sangli	4300	4350	**-50**
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3800	3800	**Unch**
Mustard	Rajasthan	Plant delivery	Jaipur	1900	1980	**-80**
Groundnut Meal	Gujarat	GN Cake	Gondal	4200	3800	**400**
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2658	2776	**-118**
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2750	2844	**-94**