

FEED INGREDIENTS WEEKLY REPORT

Contents:

- ❖ Summary
- ❖ Trend – Raw Material, Feed
- ❖ Outlook
- ❖ Annexure– Prices

Summary

During this week, quantity of arrivals in Gulab Bagh declined slightly, however in Davangere, it decreased tremendously. During this week also, corn on CBOT went up by 1.97 USD to 239.75 per MT for Jul'23 contract.

The average price of cottonseed oilcake in the Kadi market has increased due to increased supply as compared to the previous week. Prices in Kadi were at Rs. 2610 per quintal from Rs. 2538 per quintal and in Akola prices were at Rs. 2666 per quintal from Rs. 2667 per quintal the previous week.

Center	Weekly Average Price as on (Rs/quintal.) *		% Change
	02-Jul-23	26-May-23	
Kadi	2610	2538	2.82
Akola	2666	2667	-0.02

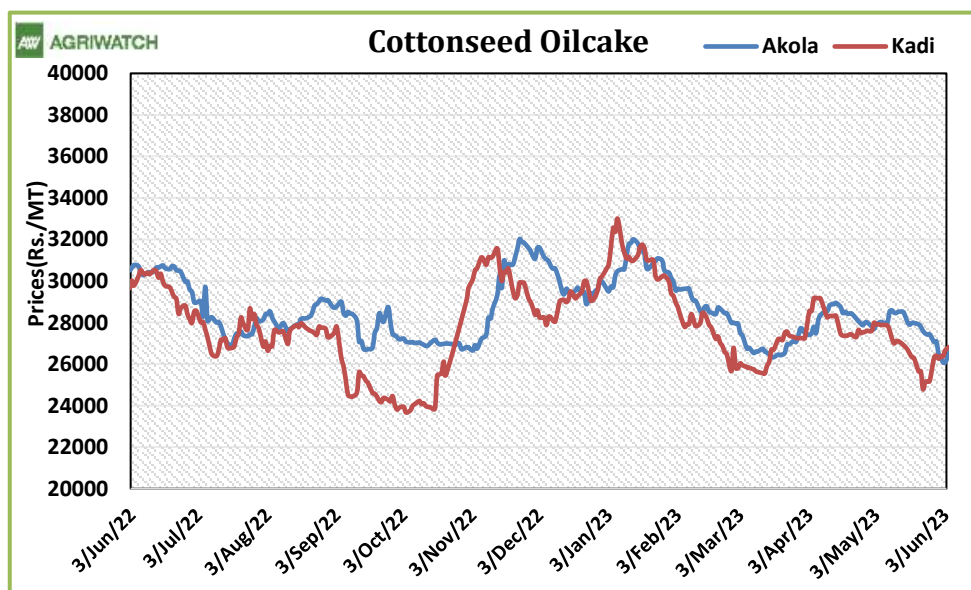
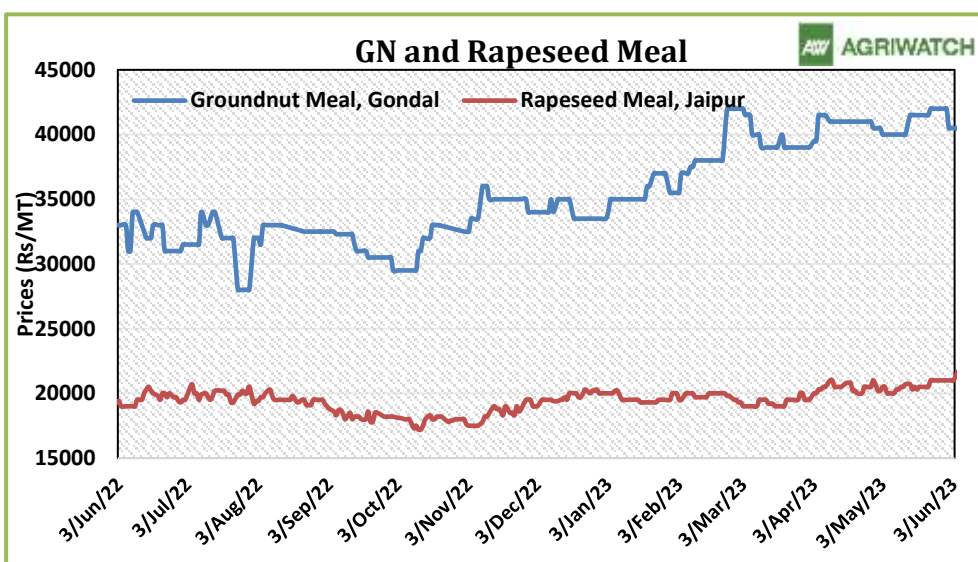
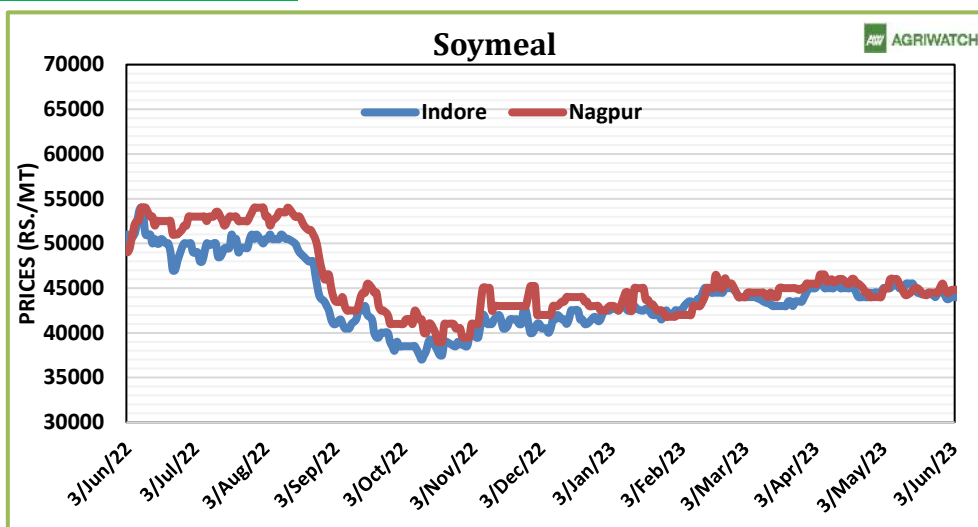
Good demand from miller's side pushes the domestic prices on higher side during week under review in all the major Wheat cash markets. In Indore market prices were at Rs.2270 per quintals higher by Rs.20 per quintals as compared to previous week. AgriWatch expects that prices are likely to follow uptrend till there is any intervention from Government's side.

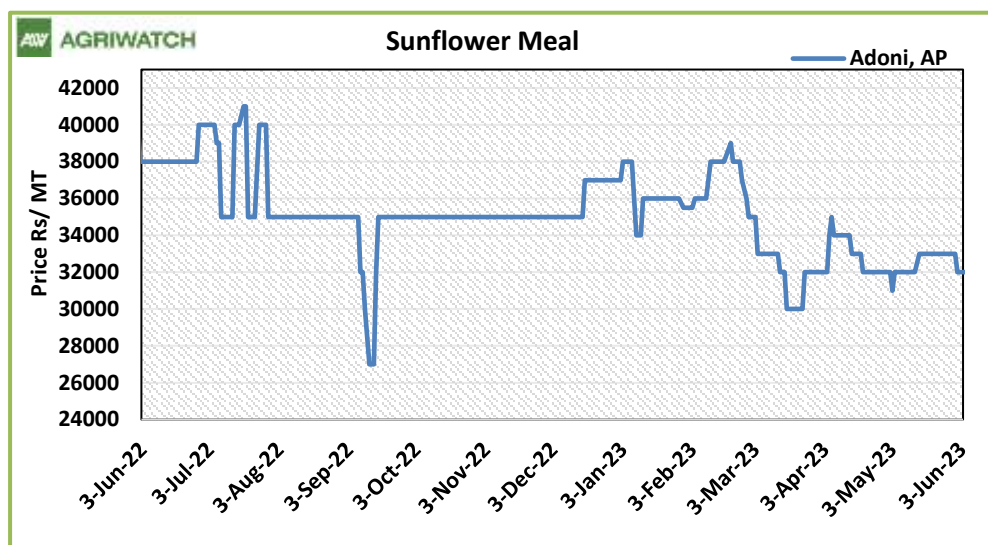
As per the latest data by FCI, A total of about 13.02 LMT Wheat was distributed in April month which was down by 63.90% as compared to the same period last year. Out of the total under the NFSA scheme was 12.78 LMT, under other welfare schemes was 0.20 LMT, and under OMSS minute quantity of Wheat was distributed.

The weekly average prices of Indore soymeal remained sideways and went down by 0.30% to INR 44,150/MT. amid decline in soy oil prices and squeeze in crush margin.

During the week under review, Jaipur RM seed weekly average prices remained sideways and went marginally down by 0.79% to INR. 5,171/qlt amid decline in mustard oil prices.

Trend – Raw Material, Feed:





Source: AgriWatch

Soy meal

During the week under review, Indore Soymeal weekly average prices went marginally down by 0.30% to INR 44,150/MT as compared to last week at INR 44,283/ MT, amid decline in soy oil prices and disparity. Month-to-date soymeal prices are marginally up by 0.5%. Year-to-date up by 3.5%. However, in last one year down by 13%.

India's overall export of oil meals experienced a remarkable growth of 48.47 percent in April, driven by a surge in soymeal exports. According to data from the Solvent Extractors' Association (SEA) of India, the country exported 4.93 lakh tonnes (It) of oil meals in April 2023, a significant increase from 3.32 It during the same period in 2022.

BV Mehta, the Executive Director of SEA of India, pointed out that the price of soybeans has dropped to around INR 4,550 per quintal from its peak of INR 7,640 per quintal in April 2022. This decline has made the export of soybean meal more attractive over the past seven months. In April 2023, India exported 1.77 It of soybean meal, compared to 24,937 tonnes in April 2022. The export of soybean meal has become attractive in the last six months. Currently, as of 4th June 2023, Indian soybean meal is quoted at US\$ 562 per ton Ex-Kandla, while Argentina soybean meal is quoted at US\$ 496 per ton Ex-Rotterdam. India has a logistic advantage in supplying soybean meal to Southeast Asia in small lots, which is its major consumer. Additionally, Indian Soybean Meal is non-GMO, giving it an advantage and making it the preferred choice for certain European countries and the USA. The depreciation of the rupee has also contributed to the overall export growth. As a result, India's export of soybean meal has rebounded since the new crop season in November 2022, with reported shipments of 860,902 tons, compared to just 196,614 tons in the same period the previous year (Nov.'21-Mar.'22).

During the week under review, currently, as on 04th June, Indian Soymeal FOB prices stood at \$562/MT, Argentina Soymeal FOB prices trading at \$496/MT Ex-Rotterdam and spread stands at \$34/MT. at \$70/MT. Upon increase in spread, soymeal export demand likely to get affected if it continues for long duration.

Soybean meal prices are expected to trade sideways with slightly weak bias. Revival in soymeal export demand likely to keep soymeal prices stable.

Soymeal Indore Price Outlook (INR. /MT)	Previous week 20th May'23- 26th May'23	Week under review 27th May'23- 2nd June'23	Next week 3rd June'23- 9th June'23
Weekly Average Price	44,000-44,500	43,800-44,500	43,000-45,000

Rapeseed - Mustard Seed

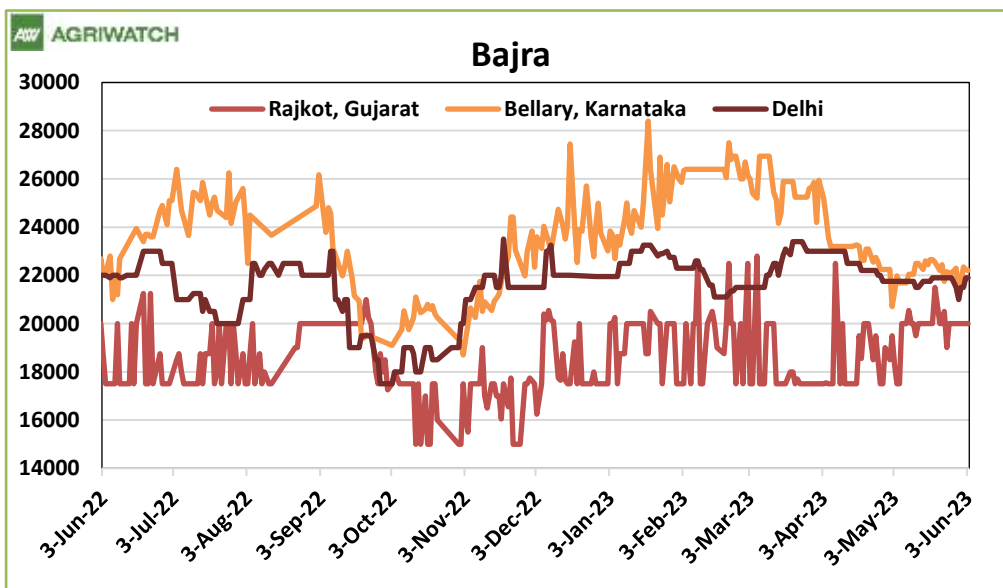
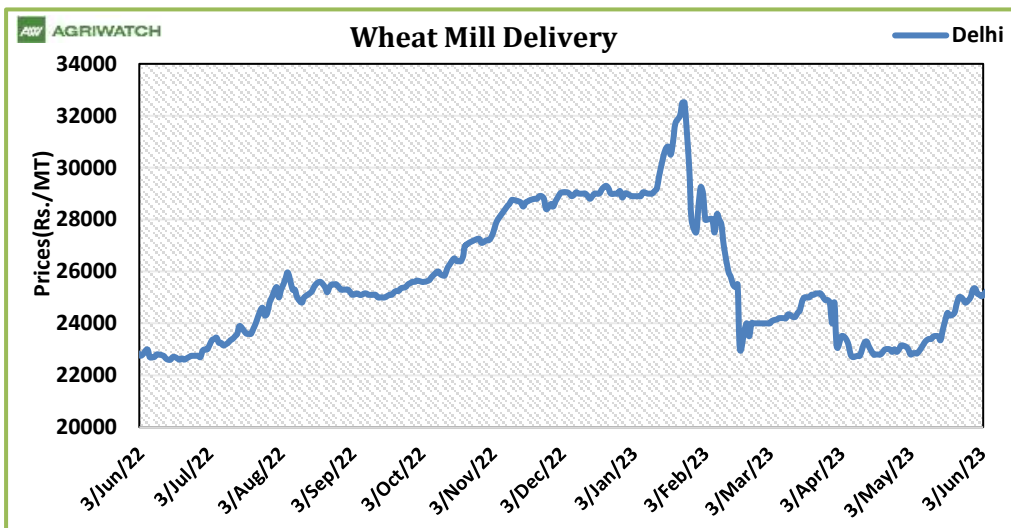
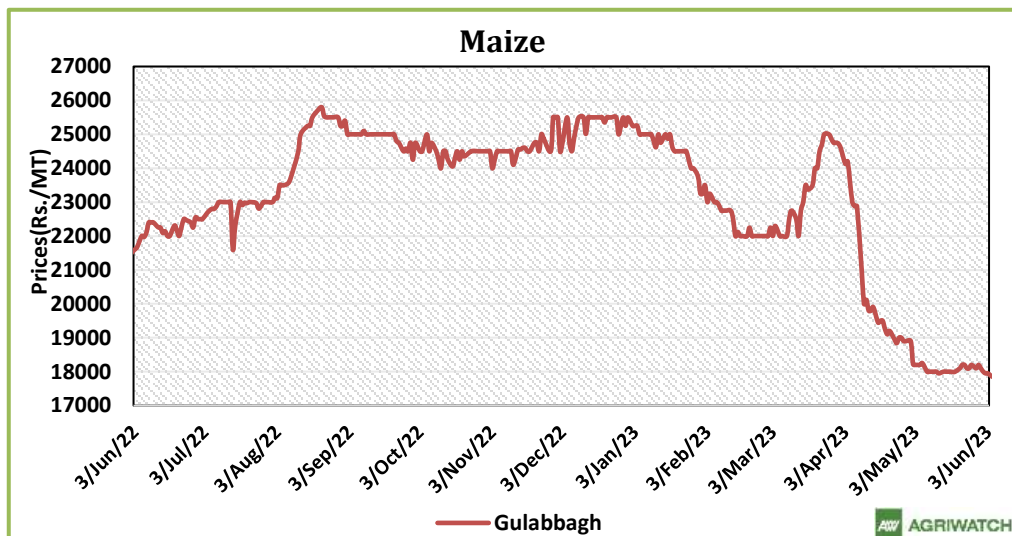
During the week under review, Jaipur RM seed weekly average prices remained and went marginally down by 0.79% to INR 5,171/Qtl. as compared to previous week's INR 5,171/Qtl. amid decline in mustard oil prices which went down by 1%, to INR 943/10 Kg, down from INR 956/10 Kg. However, the in Month-to-date, RM seed prices show a 0.5% increase, the year-to-date prices have decreased by 23% due to record production, weak demand from millers on disparity. Currently, RM seed is trading near three years low tracking weak demand from oil millers amid disparity due to weak mustard oil prices. As per Agriwatch primary sources, upon disparity, most of the expeller are shut and only few kacchi ghani are operational. Farmers are reluctant to offload their stock at current levels in anticipation of better prices in future. And millers are buying as per their daily need for crushing.

As per NAFED latest report, a total of 7,22,303 Metric tonnes of Mustard have been procured in multiple states, namely Haryana (3.47 Lakh tonnes), Madhya Pradesh (1.67 Lakh tonnes), Gujarat (0.62 Lakh tonnes), and Rajasthan (1.38 Lakh tonnes), Uttar Pradesh (0.07 Lakh tonnes).

During the week under review, Arrivals in Rajasthan recorded down by 8% to 23 Lakh bags as compared to 25 lakh bags previous week. All India arrivals too went down by 11.3% to 39.25 Lakh bags Vs 44.25 Lakh bags previous week.

There is a significant jump in export of rapeseed meal in Apr'23 and reported at 2.46 Lakh tons compared to 2.29 Lakh tons previous year same period i.e., up by 7%. 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. India achieved a remarkable milestone by exporting a record-breaking 22.96 million metric tons of rapeseed meal in the fiscal year 2022-23. India has established itself as the most competitive supplier of rapeseed meal to various Far East countries, including South Korea, Vietnam, and Thailand, offering it at a competitive price of \$240 per tonne (FOB India). The ex-mill price of rapeseed meal in Hamburg, Germany, has been quoted at \$299 per tonne. Mustard is currently being sold at 5,100-5200 rupees per quintal, which is below the Minimum Support Price (MSP) of 5,450 rupees per quintal. This decline in mustard prices is a result of the deteriorated prices of all edible oils in both international and domestic markets. Consequently, farmers are being discouraged from selling their mustard crop for crushing purposes. In upcoming week RM Seed is expected to trade with weak bias amid weak demand from millers tracking disparity, decline in mustard oil.

Jaipur RM seed Mandi Price Outlook (INR. /Qtl)	Previous week 20th May'23- 26th May'23	Week under review 27th May'23- 2nd June'23	Next week 3rd June'23- 9th June'23
Weekly Average Price	5,188-5,238	5,088-5,288	5,000-5,300



Prices: Maize-Industrial/Feed Grade: Narela Market

During the week under review, market showed steady to firm sentiments. In Gulab Bagh mandi of Bihar, local stockiest and private players are actively buying but currently there is subdued demand from other states, however, it is expected that after 15-20 days demand from other states might increase. There is subdued demand persisting in Naugachia market of Bihar from all sectors, leading to stable market prices there. However, the arrival of maize crops from the Khagariya line is expected within the next 15-20 days, which may result in a potential decrease in prices by Rs. 100-200 per quintal.

Firm sentiments were observed in all the major markets amid decline in arrivals.

Annexure
Oil Meal Prices at Key Spot Markets:

Centers	Ex-factory rates (Rs/ton)		
	02-Jun-23	26-May-23	Parity To
Indore - 45%, Jute Bag	44000	44000	Gujarat, MP
Kota - 45%, PP Bag	46500	46000	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	46000	47000	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	44800	44500	Chhattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	46500	46000	Andhra, AP, Kar, TN
Latur	46000	46000	-
Sangli	43500	43000	Local and South
Solapur	46800	46800	Local and South
Akola – 45%, PP Bag	44500	44500	Andhra, Chhattisgarh, Orrisa, Jharkhand, WB
Hingoli	46000	46000	Andhra, Chhattisgarh, Orrisa, Jharkhand, WB
Bundi	46300	45800	-

Soy DOC Rates at Different Centers

International Soy DOC			
Argentina FOB USD/MT	02-Jun-23	26-May-23	Change
Soybean Pellets	460	468	-2%
Soybean Cake Flour	460	468	-2%
Soya Meal			-

Soy Expellers	-	-	-
Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)		
Centers	02-Jun-23	26-May-23	Change
Adoni	32000	33000	-3%

Groundnut Meal (Rs/MT)	02-Jun-23	26-May-23	Change
Basis 45%, Saurashtra	37500	39000	-4%
Basis 40%, Saurashtra	34500	36000	-4%
GN Cake, Gondal	40500	42000	-4%

Mustard DOC/Meal	02-Jun-23	26-May-23	Change
Jaipur (Plant delivery)	21500	21000	2%
Kandla (FOR Rs/MT)	22000	21500	2%

Maize Spot Market Prices (Rs. /Quintal)

Market	Grade	02-Jun-23	26-May-23	02-May-23	01-Jun-22	01-Jun-21
Delhi	Hybrid	2000	2000	2060	2200	1630
Davangere	Loose	NR	2050	1900	2100	1595
Nizamabad	Bilty	NA	1950	1925	2200	1550
Ahmedabad	Feed	2000	2100	2000	2300	1800
	Starch	1900	2050	1950	2250	1815

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

Weekly Averages of FOB and C&F Rate to Thailand (\$1= Rs. 82.55)				
	Argentina	Brazil	US	India
FOB	246.00	242.33	263.33	256.85
C&F	296.00	297.33	323.33	291.85

Soy Meal Exports (In MT):

Month	2018	2019	2020	2021	2022	2023
Jan	105678	86378	41726	283167	52771	1,10,139
Feb	73816	132375	20309	247085	33760	2,30,370
Mar	39209	193920	61499	146379	23872	2,35,233
Apr	68264	40829	25940	39750	25265	1,77,143

May	76026	53272	46614	52434	18634	
Jun	104088	62524	56638	25918	32194	
Jul	63747	76558	61957	26725	14618	
Aug	59643	95450	58190	10975	17547	
Sep	45388	35268	68576	5831	13718	
Oct	150388	63800	120290	14538	40196	
Nov	186409	69415	198776	42951	1,64,075	
Dec	170588	72233	251221	43260	1,21,138	
Total	1143244	982022	1011736	838264	447385	

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

<u>Commodity</u>	<u>State</u>	<u>Variety</u>	<u>Center</u>	<u>3-Jun-23</u>	<u>27-May-23</u>	<u>Change</u>
Bajra	Karnataka	Hybrid	Bellary	2220	2255	-35
		Hybrid	Bangalore	2750	3000	-250
Jowar	Karnataka	White	Bangalore	3500	-	-
		White	Bellary	2420	2282	138
Maize	Karnataka	Yellow	Davangere	1920	1969	-49
	Telangana	Yellow	Nizamabad	-	1710	-
Rice	Haryana	IR8	Karnal	3050	3050	Unch
		Parmal Raw	Karnal	4400	4450	-50
Soy meal	Madhya Pradesh	DOC	Indore	4400	4450	-50
	Maharashtra	DOC	Sangli	4350	4350	Unch
Sunflower Meal	Andhra Pradesh	Ex-factory	Adoni	3200	3300	-100
Mustard	Rajasthan	Plant delivery	Jaipur	2170	2100	70
Groundnut Meal	Gujarat	GN Cake	Gondal	4050	4200	-150
Cottonseed Oil Cake	Gujarat	Ex- Mandi	Kadi	2667	2519	148
Cottonseed Oil Cake	Maharashtra	Ex- Mandi	Akola	2699	2609	90

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness, and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed, or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2023 Indian Agribusiness Systems Ltd.