

One stop solution supplier

NOV
28TH

AMINO ACID
MONTHLY
REPORT

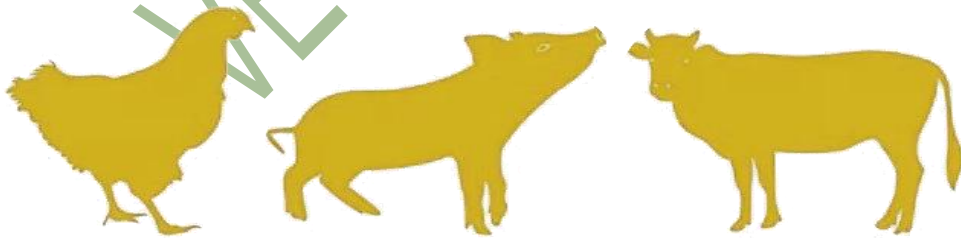
VEGA





Amino Acid Monthly Report

Nov.28th,2022



One stop solution supplier

www.vegapharma.com / www.vegafed.com/www.prumix.com

CATALOGUE

【Preface】	3
Threonine	3
Lysine Hcl	5
Lysine Sulphate	5
Valine	5
Tryptophan	6
Methionine	6

VEGA GROUP

【Preface】

➤ **Breeding situation**

Pig prices fell back in November, mainly due to the normal adjustment after the excessive rise of pig prices in October, the national breeding sow stock has been growing for 6 consecutive months, in addition to the secondary fattening disrupting the rhythm of slaughtering, supply and demand double increase but the overall demand is relatively weak. Compared with the high point in October, the current pig price has dropped about 4CNY/KG. After entering November, many places in the country tighten the sealing control measures, for example, some areas can not eat in restaurants, bringing constraints on normal consumption.

Downstream demand is expected to improve before the Spring Festival, and consumption is expected to heat up in December. Pig prices are expected to rebound briefly in the early middle of the year, but the supply of slaughter is also increasing, and pig prices will soon stop rising and fall back. Pig prices are expected to be shockingly weak before the Spring Festival, during which there may be a short and weak rebound, but the general price trend should still slowly tend to fall.

➤ **Raw materials**

According to statistics, the average price of soybean meal in China continued to rise from 4,000CNY/MT in late July until November 10, when it reached its highest price. Over the past four months, soybean meal rose by more than 1600CNY/MT, and at its peak, soybean meal rose to a record high of nearly 6000CNY/MT. However, since November 11, soybean meal opened the road of decline, has now "seven consecutive decline", down more than 400CNY each.

Analysts believe that, taking into account the cost factor, by mid-December, the spot price of soybean meal may fall, because the supply of soybean meal increased, will improve the tight supply situation and ease the pressure on the cost of breeding.

➤ **Market overview**

In recent weeks, amino acid shipments and arrivals have been significantly impacted, like Valine, where new orders are already scheduled for delivery into mid-end January, 2023.

The market is still in a slow downward trend for Threonine and Lysine, influenced by upstream factory offers and weak demand. However, from mid to late November, some end-users have started to purchase, and demand has increased compared to early stage.

VEGA GROUP

Threonine

The end user demand has weakened, the market purchase and sales have been weak, and the price has decreased by a narrow margin.

The quotation in European market is EUR1.60-1.70 /KG.

The quotation trend of domestic manufacturers is differentiated, and the factory EXW price quotation range is USD1190-1230/MT. The purchase and sales in the trade market were light, and the quotation weakened to USD1210-1280/MT. The export volume did not meet the expectation, and the "reduction of export" pressure to the domestic market. The domestic supply pressure is large, and the terminal demand is expected to weaken. The feed demand decreases month on month, and the market price is expected to maintain weak adjustment in the later period.

Lysine Hcl

Lysine is going to back stable and weak in upcoming month as the demand is not hot as before, production capacity is well engaged. However some factories are facing transportation problems as local covid situation gets worse. The lead time will be delayed to mid-end December or even early January. It is predicted this product would be stable. Now FOB price is around USD1250-1260/MT.

Lysine Sulphate

Now Chinese domestic market price is USD850/MT. Since November, overall prices have fallen slightly, falling range USD10-USD30. Currently, there will be some delay in delivery due to the worsening epidemic. Need pay more attention to factory shipments and transportation.

Valine

The chinese market has been at a low level recently, the supply continues to be tight, the price remains strong, the trade market quotation rises to USD3.1-3.3/KG, and the transaction price will go up as the delivery getting tight. The benefit of livestock and poultry breeding is good, but with the expected weakening, the terminal demand is adjusted slightly, and the superposed soybean meal price starts to retreat at a high level, paying attention to the change of terminal demand for Valine.

Tryptophan

In November, Tryptophan recent domestic manufacturers offer strong, export offer up to about USD8.8/KG, due to the impact of the epidemic some factories delivery tension, pay attention to the import and export situation and factory delivery.

Methionine

In Nov, the market is relatively stable and price is around USD2.7-2.9/KG. as demands dropped at the end of year, there are less inquires and dealings recently. But it needs to highly attention the supplying status, affected by Covid situation again, the production & delivery may have some problems next.



ONE-STOP GREEN ADDITIVES MANUFACTURER AND SUPPLIER

