

*One stop solution supplier*

**FEB  
24**

# AMINO ACID MONTHLY REPORT

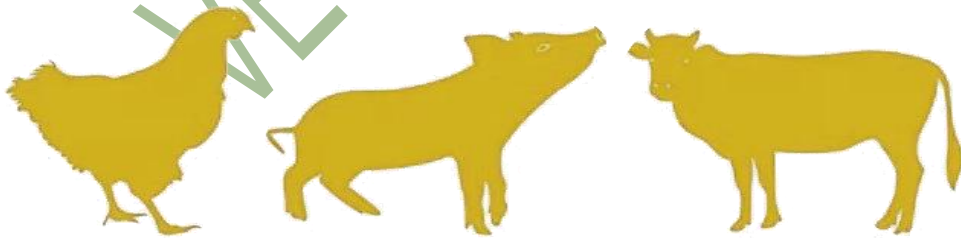
**VEGA**





# Amino Acid Monthly Report

## Feb.24th,2022



**One stop solution supplier**

[www.vegapharma.com](http://www.vegapharma.com) / [www.vegafeed.com](http://www.vegafeed.com)/[www.prumix.com](http://www.prumix.com)

# CATALOGUE

【Preface】 .....	3
Threonine .....	3
Lysine Hcl .....	4
Lysine Sulphate .....	4
Valine .....	5
Tryptophan .....	6
Methionine .....	6

VEGA GROUP

## 【Preface】

### ➤ **Breeding situation**

The current spot price has already reached the bottom level.

The current round of pig price decline started in October 2022: on the one hand, the pressure of concentrated slaughter brought by the end of last year's crush; on the other hand, the production capacity itself is also in recovery, coupled with the tight slaughter time before the Spring Festival and the weak market consumption after the Spring Festival, resulting in a larger downward price movement.

After a rapid decline in the early period, the pig market has recently rebounded. The market maintained a relatively optimistic view on the post-market as a whole. Recently, the enthusiasm of farmers to slaughter their pigs has decreased, and the slaughter weight of pigs has also stopped falling and rebounded.

### ➤ **Raw materials**

After the Spring Festival this year, the feed raw materials were affected by the weakening of cost support and demand in seasonal consumption off-season, and the price of soybean meal and corn fell sharply.

After the consumption of the first half of February, a new round of relatively concentrated post-holiday purchases by terminals and traders will commence in the second half of February, and market transactions are expected to further recover slowly. However, due to the high enthusiasm of the suppliers, the supply is still sufficient, so market predicts that the overall price is still weak during the second half of February.

## Threonine

In January, the industrial production remained normal, the operating rate was about 82%, but it was still lower than expected, and the domestic supply pressure remained. However, affected by the decline in market prices, the industrial losses deepened, and the attitude of manufacturers was somewhat differentiated. Before the Spring Festival, some enterprises were vulnerable to deal, and some manufacturers were reluctant to sell and raise prices. In January, the average price of threonine in China was USD1220/MT, down 2.61% month-on-month and 27.53% year-on-year.

According to public information, Tongliao Meihua Biotechnology Co., Ltd. plans to put into production in the first half of 2023 with an annual output of 250000 tons of threonine; It is understood that CJ plans to build a new 80% threonine production line in the Brazilian plant. The first phase of 27000 tons/year is planned to be put into operation in the first half of 2023, and the second phase of 23000 tons is planned to be put into operation in early 2025. Pay attention to the adjustment of old production capacity after the new production capacity of Meihua is put into operation.

## Lysine Hcl

After Chinese new year policy, the situation gets better on production and transportation. Lysine is keeping stable recently. It is predicted this product would be stable but be influenced by US-CNY exchange rate. FOB price is around USD1190/MT.

## Lysine Sulphate

Market demand is temporarily quiet, the demand of end user is weak. Most of customers are still waiting to see what will change for the market situation after new year holiday. The current market quotation are USD800/MT. It is needed to pay attention to the shipment of factories.

## Valine

The mainstream Chinese domestic valine market is currently quoted at USD3.5-3.6/KG. Some Chinese domestic factories resumed production and the industry's production rate increased, but the market supply is still tight and prices remained on the strong side.

Demand on the export side is relatively weak and market transactions are also flat. The market is expected to be strong in the short term, but with the supply side slowly recovering, prices may drop back later.

## Tryptophan

Tryptophan: Factory production is normal, last week some factories began to adjust prices, the factory's willingness to raise prices is obvious, export quotes about USD8.5-8.8/KG, pay attention to the import and export and domestic factory shipment progress.

## Methionine

In Feb, the DL-Methionine is still stable and little weak, the market price is around USD 2.3-2.4/KG. There are less inquiries and deals, the end users purchased base on current demands, and the manufacture's supplying status is still needs to attention.



# ONE-STOP GREEN ADDITIVES MANUFACTURER AND SUPPLIER

