

India

January 10, 2025 - 1:40 PM

Overweight (no change)

Agribusiness

Shrimpopedia: Jan 2025

- Global demand is bouncing back, creating a prime opportunity for India to reclaim its position in the market.
- US & China appetite for shrimp is back, and their stockpiles are dwindling.
- India is already riding the wave with shrimp imports to the US recently topping 40%. India is clearly flexing its muscles in the global marketplace.

Imports – US

- Nov 2024 quantity: 71,781mt (+1.3% YoY)
- 11MCY24 quantity: 6,96,154mt (-3.7% YoY)
- Nov 2024 price in US\$/kg: \$8.4 (+5.0% YoY)

Imports - China

- Nov 2024 quantity: 79,486mt (+7.4% YoY)
- 11MCY24 quantity: 8,28,949mt (-9.8% YoY)
- Nov 2024 price in US\$/kg: \$5.3 (-0.4% YoY)

Exports – Ecuador

- Nov 2024 quantity: 1,18,249mt (+20% YoY)
- 11MCY24 quantity: 11,19,587mt (+0.8% YoY)
- Nov 2024 price in US\$/kg: \$5.4 (+12% YoY)

Exports - India

- Oct 2024 quantity: 70,507mt (+10.2% YoY)
- 10MCY24 quantity: 5,97,642mt (+0.1% YoY)
- Oct 2024 price in US\$/kg: \$7.16 (+3.9% YoY)

Major observations

- Uptrend in shrimp prices: A consistent increase in shrimp prices was observed across categories.
- US import prices: The highest monthly import price in CY24 was recorded in Nov, making it the second year-on-year monthly increase during the year.
- Ecuador data: Export volume surprised with an increase. In our view, the increase is not backed by production but rather stuck inventories. The YoY price increase of 12% was heartening.
- India's market share: India's share in shrimp imports by the US remains robust at ~40%.

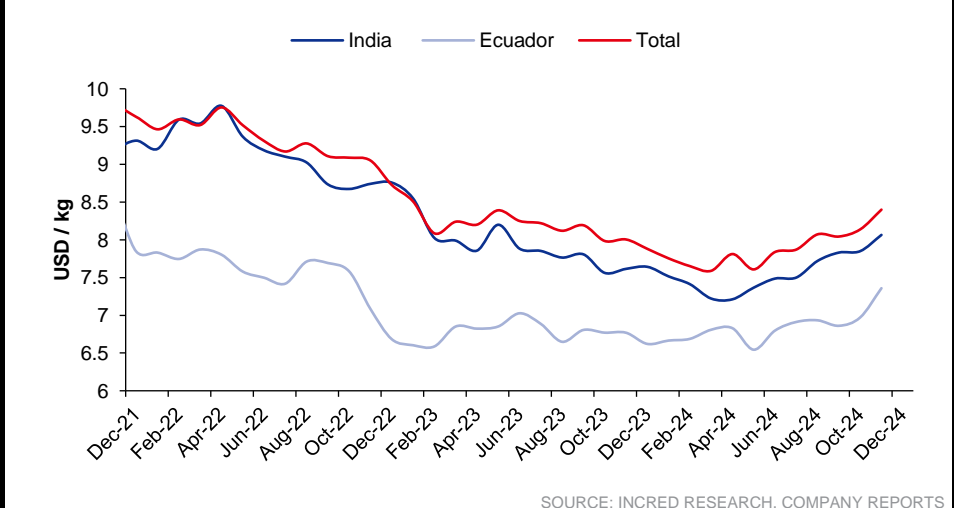
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Figure 1: US shrimp import prices



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Definition:

- Add** The stock's total return is expected to exceed 10% over the next 12 months.
- Hold** The stock's total return is expected to be between 0% and positive 10% over the next 12 months.
- Reduce** The stock's total return is expected to fall below 0% or more over the next 12 months.

The total expected return of a stock is defined as the sum of the: (i) percentage difference between the target price and the current price and (ii) the forward net dividend yields of the stock. Stock price targets have an investment horizon of 12 months.

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Definition:

- Overweight** An Overweight rating means stocks in the sector have, on a market cap-weighted basis, a positive absolute recommendation.
- Neutral** A Neutral rating means stocks in the sector have, on a market cap-weighted basis, a neutral absolute recommendation.
- Underweight** An Underweight rating means stocks in the sector have, on a market cap-weighted basis, a negative absolute recommendation.

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Definition:

- Overweight** An Overweight rating means investors should be positioned with an above-market weight in this country relative to benchmark.
- Neutral** A Neutral rating means investors should be positioned with a neutral weight in this country relative to benchmark.
- Underweight** An Underweight rating means investors should be positioned with a below-market weight in this country relative to benchmark.