

Executive Summary:

- Steady to firm sentiment witnessed in Maize spot markets on Saturday.
- In Kurnool region, maize arrivals are containing moisture up to 18%, fungus 4% and having small grain size.

Previous Updates:

- In Nizamabad, maize is likely to trade steady to slightly weak due to arrival pressure. However, Tamil Nadu feed makers demand could support the market at lower level. Due to recent rains, maize arrivals are containing moisture up to 18%, fungus 5% and damaged grains around 10-15% which is being bought by starch feed makers at Rs. 1800 per quintal while good quality material is being traded at Rs. 2100 per quintal. Maize is moving towards Hyderabad at Rs. 2250 per quintal while it is loading for Tamil Nadu at Rs. 2100 per quintal; soured from Nizamabad.
- In Davangere region of Karnataka, due to recent rains, new crop arrivals are containing moisture up to 22% while fungus up to 5%; being traded in a range of Rs. 1580-1800 per quintal (loose price). Arrival pressure is likely to weigh on market sentiments.
- As per trade sources, Vessel (ABK TIGER) at berth for discharge with 27,200.00 tonnes of corn at Kandla port expected to complete on 2nd November, 2019.
- As per trade sources, India imported around 60,384.79 MT of maize for the month of September'19 at an average value of \$283.35/ MT. Out of which, around 52,711 MT was imported from Ukraine mainly for the Tuticorin port followed by Kandla port at an average value of \$247.73/ MT and \$198.48/ MT respectively.
- As per trade sources, India exported around 11,343 MT of maize for the month of September'19 at an average FoB of \$326.99/ MT. Out of which, around 8,040 MT Indian maize was exported mainly to Nepal mainly through Jogbani ICD followed by Sonauli ICD and Bhimnagar port.
- In Anantapuram, Krishna, Vizianagaram and Srikakulam districts of A.P, around 4,084 hectare area is affected by fall army worm and Stem borer; out of which 3,625 hectare area is treated.
- In India, maize has been sown in around 82.44 lakh hectares as of 04th Oct'19 which is higher than 80.20 lakh hectare covered during corresponding period last year.
- In Telangana, fall army worm and Locust is below ETL level in Mahboobnagar, Gadwal, Janagoan, Siddipet, Medak and Khammam districts.
- As per 1st advanced estimates for 2019-20, released by Ministry of Agriculture, production of maize for kharif season is estimated at 19.89 MMT. However, Agriwatch expects maize production for this Kharif season at 18.86 MMT with the expected yield of 2214.14 kg/ hectare.
- As per trade sources, Vessel (OCEAN CROWN) at berth with 49,999.00 tonnes of corn has arrived at Tuticorin port on 22nd September, 2019.
- As per trade sources, in mahboobnagar district of Telangana, total yield could be affected around 20-25% due to pest and untimely rainfall while in janagoan district, crop yield could be affected around 5-10%.
- As per trade sources, in hubli-dharwad, and belgaum districts of Karnataka, total crop loss, due to heavy rainfall, could be around 15 to 20%. In shimoga, bagalkot and bijapur districts; crop loss could be around 5 % in each districts while in chikmagalur district; crop loss could be around 2%.
- As per trade sources, in Sangli region of Maharashtra, around 15% crop loss could be due to flood while in Aurangabad, around 5-10% yield could be affected due to dry spell.
- As per media report, Government has allowed another 4 lakh tonnes of feed grade Maize(dent corn) to be imported under TRQ @ 15 % custom duty for actual users. Earlier, Government allowed 1 lakh tonnes of feed grade Maize (corn) under TRQ wherein MMTC and NAFED each were allowed to import 50,000 tonnes of corn for poultry firms during the financial year 2019-20; starting from April 1.

International Market Commentary:

- Corn on CBOT down by 1.77 USD/MT to 146.15 USD/MT for December'19 contract compared to previous day as China lifted a nearly 5 year ban on imports of U.S. poultry meat, raising expectation for increase in demand for animal feed.
- In U.S, Corn has harvested 66% as of 10th November, 2019 which is lower by 17% compared to last year.
- USDA decreased its world corn ending stock estimates by 6.59 MMT to 295.96 MMT for 2019/20 compared to previous month due to decrease in production estimates for 2019/20. Corn ending stock estimates for U.S also decreased by 0.47 MMT to 48.53 MMT for 2019/20 as cold and wet conditions late during growing season reduced the yields in key production areas such as South Dakota, Nebraska and Minnesota while for Ukraine, it kept unchanged its corn ending stock estimates at 0.83 MMT compared to previous month estimates.

Outlook and Recommendation: Maize cash market is likely to trade steady to weak in the near term.

18th November, 2019

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-19	-	-	-	-	-	-	-	550	-
Dec-19	-	-	-	-	-	-	-	-	-
Jan-20	--	--	--	--	--	-	-	-	-

*Prices are taken at 5:00 p.m.

Spread	Nov-19	Dec-19	Jan-20
Spot	-	--	--
Nov-19	--	-	--
Dec-19	--	--	-

*Basis –Nizamabad (Spread calculated as at 5:00 p.m. price)

Stocks	Demat	In-Process	Total	EDD
	15-Nov-19	15-Nov-19	15-Nov-19	12-Nov-19
Gulabbagh	809	-	809	809

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		16-Nov-19	15-Nov-19	Change	16-Nov-19	15-Nov-19	Change
New Delhi	Hybrid	2100	2075	25	NA	NA	-
Koppal	Loose	Closed	NA	-	Closed	NA	-
Davangere	Loose price	1700	Closed	-	6000	Closed	-
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	1755	NA	-	1159	NA	-
Gadag	Local	NA	NA	-	NA	NA	-
Hubli	Local	NA	NA	-	NA	NA	-
Shimoga	Hybrid/Local	NA	NA	-	NA	NA	-
Nizamabad	Bilty	Closed	2100	-	Closed	8000	-
Karimnagar	Local	1760	1715	45	305	201	104
Khammam	Local	NR	1640	-	NR	60	-
Sangli	Feed	18500	18290	210	NA	NA	-
Naugachia	Bilty	2125	2125	Unch	300	200	100
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabbagh	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Ahmadabad	Feed	2000	2000	Unch	25000	25000	Unch
	Starch	1800	1800	Unch			
Khanna	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			

CBOT Corn Daily Futures Price Listing (USD/MT) as on 15 November,2019					
Contract Month	Open	High	Low	Close	Change
Dec-19	147.83	148.22	145.96	146.15	-1.77
Mar-20	151.27	151.67	149.70	149.89	-1.57
May-20	153.63	154.03	151.96	152.16	-1.67
July-20	155.90	156.29	154.23	154.52	-1.57
Sep-20	155.21	155.21	153.73	153.93	-1.18

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