

20th January, 2020**Executive Summary:**

- In India, maize has been sown in around 15.31 lakh hectares as of 16th Jan'20 for Rabi season 2019-20 which is higher than 14.11 lakh hectare covered during corresponding period last year. In Maharashtra, it has been sown in around 1.98 lakh hectare which is higher than 1.16 lakh hectare during corresponding period last year while in Gujarat, it has been sown in around 1.31 lakh hectare which is higher than 0.97 lakh hectare during corresponding period last year. In Bihar, it has been sown in around 4.82 lakh hectare which is higher than 4.58 lakh hectare corresponding period last year. However, in Tamilnadu, it has been sown in around 1.48 lakh hectare which is lower than 1.99 lakh hectare during corresponding period last year.

Previous Updates:

- From the trade point of view, Maize is moving towards Hyderabad at Rs. 2,250-2300 per quintal while it is being bought by local starch feed makers at Rs. 1920 per quintal. Sources revealed that stock of maize in Telangana could be around 15,000 MT which was around 50,000 MT during corresponding period last year.
- In Davangere region of Karnataka, maize arrivals are still containing moisture up to 16% due to cold weather and fungus 3-4%. Expectation of increase in arrival in Tamilnadu, could keep pressure on market sentiments. However, local stockists demand who are buying maize at Rs. 2000-2020 per quintal (Godown Delivery) could support the market at lower level.
- Sources revealed that in Nandikotkur region of Kurnool district, stock of maize is around 1,000 MT.
- As per trade sources, India imported around 58,941 MT of maize for the month of December'19. Out of which, around 53,120 MT was imported from Ukraine for the Kandla port at an average value of \$200 USD/ MT while around 4,416 MT was imported from Myanmar for the Tuticorin, Chennai and Kolkata port at an average value of \$263.95 USD/ MT.
- As per trade sources, NAFED has issued an international tender to import up to 100,000 MT of Non- GMO corn; to be sourced from Ukraine for the shipment between 1st Feb'20 to 10th Feb'20. Around 50,000 MT is sought for shipment to the Mangalore port and rest to the Tuticorin port at around \$227/ MT.
- As per media report, MMTC has revised its import tender volume for Non- GMO yellow corn from 50,000 MT to 1,75,000 MT for the shipment latest by 10th Feb 2020. Three consignment of 50,000 MT (+/- 5%) each is sought for shipment at the Visakhapatnam, Tuticorin and Mangalore port and 25,000 MT (+/- 5%) at the Mumbai port. MMTC has also postponed the deadline for offer submissions in the tender to 14th Jan 2020 from 7th Jan 2020. Offer will remain valid up to 20th Jan 2020.
- As per trade sources, India exported around 40,720 MT of maize for the month of November'19 at an average FoB of \$319.80/ MT. Out of which, around 35,062 MT Indian maize was exported mainly to Nepal at an average FoB of \$316.88/MT; mainly through Jogbani ICD followed by Raxaul and Nepalgunj road port.
- As per trade sources, Vessel (INCE FORTUNE) at berth with 53,120.00 tonnes of corn was expected to discharge at Kandla port on 23 December, 2019.
- In Kurnool and Khammam districts of A.P, grain size is small to medium and damaged grain up to 7%.
- As per 2nd advanced estimates for 2019-20, Agriwatch expects maize production for this Kharif season at 18.34 MMT with the expected yield of 2209.37 kg/ hectare.

International Market Commentary:

- As per USDA, U.S corn exports reached 9.43 MMT in the 2019-20 marketing year. At 0.54 MMT (for the period 3rd January- 09th January, 2020) US corn exports were up 6 percent from the previous week and 8 percent from the prior 4-week average; mainly for the destinations like Mexico (192,200 MT), Colombia (180,700 MT), Japan (56,200 MT), Costa Rica (29,200 MT), and Honduras (25,000 MT).

Previous Updates:

- USDA decreased its world corn ending stock estimates by 2.75 MMT to 297.81 MMT for 2019/20 compared to previous month due to increase in consumption estimates for 2019/20. Corn ending stock estimates for U.S also decreased by 0.46 MMT to 48.07 MMT for 2019/20 due to increase in consumption estimates which could lead to corn prices at CBOT market while for Ukraine, it slightly increased its corn ending stock estimates by 0.05 MMT to 0.86 MMT compared to previous month estimates. For Argentina, it kept unchanged its corn ending stock estimates compared to previous month while for Brazil, it decreased its corn ending stock estimates by 0.5 MMT to 4.58 MMT due to increase in exports estimates compared to previous month estimates.

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

20th January, 2020

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jan-20	-	-	-	-	-	-	-	-	-
Feb-20	-	-	-	-	-	-	-	-	-
Mar-20	--	--	--	--	--	-	-	-	-

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

Spread	Jan-20	Feb-20	Mar-20
Spot	-	--	--
Jan-20	--	-	--
Feb-20	--	--	-

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

Stocks	Demat	In-Process	Total	EDD
	17-Jan-20	17-Jan-20	17-Jan-20	13-Jan-20
Nizamabad	-	-	-	-
Sangli	464	-	464	504

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		18-Jan-20	17-Jan-20	Change	18-Jan-20	17-Jan-20	Change
New Delhi	Hybrid	2200	2200	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1920	1920	Unch	2000	2000	Unch
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	1410	1925	-515	148	244	-96
Gadag	Local	1855	1835	20	773	163	610
Hubli	Local	NA	1850	-	NA	25	-
Shimoga	Hybrid/Local	1900	NA	-	659	NA	-
Nizamabad	Bilty	Closed	2050	-	Closed	50	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	2020	2020	Unch	NA	NA	-
Naugachia	Bilty	NA	NA	-	NA	NA	-
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabgachh	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Ahmedabad	Feed	2000	2000	Unch	6000	6000	Unch
	Starch	2040	2040	Unch			
Khanna	Local	2090	2000	90	1950	1950	Unch
	Bilty	2200	2200	Unch			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	Closed	1900	-	Closed	10000	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 17 January,2020					
Contract Month	Open	High	Low	Close	Change
Mar-20	148.42	153.34	148.32	153.24	5.41
May-20	151.08	155.80	151.08	155.60	5.02
Jul-20	153.63	157.97	153.63	157.87	4.72
Sep-20	154.23	157.67	154.23	157.57	3.84
Dec-20	155.70	158.65	155.70	158.56	3.44

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> © 2020 Indian Agribusiness Systems Ltd.