



03<sup>rd</sup> February, 2020

### Executive Summary:

- In Ahmedabad region of Gujarat, poultry feed makers quoted maize steady at Rs. 1900 per quintal also starch feed makers quoted maize steady at Rs. 1925 per quintal compared to previous day.
- From the trade point of view, Maize is moving towards Hyderabad at Rs. 2,250 per quintal while it is being bought by local starch feed makers at Rs. 1900 per quintal.
- In Davangere region of Karnataka, maize arrivals are still containing moisture up to 18% due to cold weather and fungus 3-4%.

### Previous Updates:

- 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 India, maize has been sown in around 16.47 lakh hectares as of 24th Jan'20 for Rabi season 2019-20 which is higher than 14.23 lakh hectare covered during corresponding period last year. In Maharashtra, it has been sown in around 2.19 lakh hectare which is higher than 1.16 lakh hectare during corresponding period last year while in Gujarat, it has been sown in around 1.32 lakh hectare which is higher than 0.97 lakh hectare during corresponding period last year. In Bihar, it has been sown in around 4.94 lakh hectare which is higher than 4.58 lakh hectare during corresponding period last year. However, in Tamilnadu, it has been sown in around 1.48 lakh hectare which is lower than 2.05 lakh hectare during corresponding period last year.
- As per media report, MMTC has issued 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. The lowest price offered was \$226.80 /MT c&f. The tender had closed on Jan. 14 and offers must remain valid up to Jan. 20.
- As per trade sources, India exported around 85,730 MT of maize for the month of December'19 at an average FoB of \$323.64/ MT. Out of which, around 80,202 MT Indian maize was exported mainly to Nepal at an average FoB of \$322.32/MT; mainly through Raxaul followed by Sonauli ICD port.
- 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 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.

### International Market Commentary:

- Corn on CBOT fall by 1.87 USD/MT to 149.40 USD/MT for March'20 contract compared to previous day. Further, price direction depends on the export demand for U.S corn.
- U.S corn exports reached 10.51 MMT in the 2019-20 marketing year. At 0.68 MMT (for the period 17th January- 23rd January, 2020) US corn exports were up 74 percent from the previous week and 44 percent from the prior 4-week average; mainly for the destinations like Mexico (277,600 MT), Colombia (242,300 MT), Japan (88,400 MT), Taiwan (21,300 MT), and Nicaragua (20,900 MT).

### Previous Updates:

- IGC increased its forecast for 2019/20 global corn production by 8 MMT to 1111 MMT compared to previous forecast; driven by upward revision for U.S and China. Forecast for global corn ending stock was also up by 4 MMT to 283 MMT compared to last forecast for 2019/20 which could weigh on international corn market.

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

03<sup>rd</sup> February, 2020

**NCDEX Maize Futures**

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

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

Spread	Feb-20	Mar-20	Apr-20
Spot	-	--	--
Feb-20	--	-	--
Mar-20	--	--	-

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

Stocks	Demat	In-Process	Total	EDD
	31-Jan-20	31-Jan-20	31-Jan-20	27-Jan-20
Nizamabad	-	-	-	-
Sangli	464	-	464	464

**Spot Prices at Key Markets**

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		1-Feb-20	31-Jan-20	Change	1-Feb-20	31-Jan-20	Change
New Delhi	Hybrid	2000	2000	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1850	1850	Unch	1000	2000	-1000
Ranebennur	Hybrid/Local	NA	1820	-	NA	4040	-
Bagalkot	Hybrid/Local	1795	1800	-5	560	25	535
Gadag	Local	NA	1800	-	NA	425	-
Hubli	Local	1765	1720	45	269	12	257
Shimoga	Hybrid/Local	1850	1850	Unch	385	234	151
Nizamabad	Bilty	NR	NR	-	NR	NR	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	19490	19460	30	NA	NA	-
Naugachia	Bilty	NA	NA	-	NA	NA	-
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabghagh	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Ahmedabad	Feed	1900	1900	Unch	4000	4000	Unch
	Starch	1925	1925	Unch			
Khanna	Local	1875	1910	-35	3000	1950	1050
	Bilty	2000	2025	-25			

<b>CBOT Corn Daily Futures Price Listing (USD/MT) as on 30 January,2020</b>					
<b>Contract Month</b>	<b>Open</b>	<b>High</b>	<b>Low</b>	<b>Close</b>	<b>Change</b>
<b>Mar-20</b>	151.37	151.57	149.01	149.40	<b>-1.87</b>
<b>May-20</b>	153.54	153.73	151.17	151.47	<b>-1.87</b>
<b>Jul-20</b>	155.41	155.70	153.04	153.34	<b>-1.97</b>
<b>Sep-20</b>	154.42	154.52	152.16	152.45	<b>-1.87</b>
<b>Dec-20</b>	155.50	155.80	153.44	153.73	<b>-1.87</b>

**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.