

Executive Summary:

- Maize is trading steady to weak in major key cash markets due to sluggish demand of bulk buyers amid late-sown kharif crop arrival in to the market. It is expected that market could get support at the prevailing price level.
- In Ahmedabad region of Gujarat, poultry feed makers quoted maize down by Rs. 40 per quintal to Rs. 1800 per quintal while starch feed makers quoted maize down by Rs. 100 per quintal to Rs. 1700 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.

Previous Updates:

- In Davangere region of Karnataka, maize arrivals are containing moisture up to 15% due to cold weather and fungus-damage around 8%. In Karnataka, maize is likely to trade steady to slightly weak on the expectation of arrival of imported goods amid increase in arrival of local crop. Besides, sluggish demand of Tamilnadu feed makers could also weigh on maize prices.
- In India, maize has been sown in around 16.98 lakh hectares as of 31st Jan'20 for Rabi season 2019-20 which is higher than 14.78 lakh hectare covered during corresponding period last year. In Maharashtra, it has been sown in around 2.28 lakh hectare which is higher than 1.16 lakh hectare during corresponding period last year while in Gujarat, it has been sown in around 1.33 lakh hectare which is higher than 0.97 lakh hectare during corresponding period last year. In Bihar, it has been sown in around 5.05 lakh hectare which is higher than 4.75 lakh hectare during corresponding period last year. However, in Tamil Nadu, it has been sown in around 1.48 lakh hectare which is lower than 1.99 lakh hectare during corresponding period last year.
- As per media report, MMTC has made no purchase in an international tender for Non- GMO yellow corn for 1,75,000 MT for the shipment latest by 10th Feb 2020. Three consignment of 50,000 MT (+/-5%) each were 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.

International Market Commentary:

- Corn on CBOT fall by 0.69 USD/MT to 150.29 USD/MT for March'20 contract compared to previous day. However, further price direction depends on the demand for U.S corn.

Previous Updates:

- As per USDA, U.S corn exports reached 11.11 MMT in the 2019-20 marketing year. At 0.60 MMT (for the period 23rd January- 30th January, 2020) US corn exports were down 12 percent from the previous week but up 12 percent from the prior 4-week average; mainly for the destinations like Mexico (278,400 MT), Japan (88,100 MT), Guatemala (55,700 MT), Costa Rica (54,900 MT), and Colombia (38,100 MT).
- 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 trade steady to range bound in the near term.

12th 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
	10-Feb-20	10-Feb-20	10-Feb-20	10-Feb-20
Nizamabad	-	-	-	-
Sangli	464	-	464	464

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		11-Feb-20	10-Feb-20	Change	11-Feb-20	10-Feb-20	Change
New Delhi	Hybrid	1950	2000	-50	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1700	1750	-50	2000	2000	Unch
Ranebennur	Hybrid/Local	NA	1840	-	NA	13125	-
Bagalkot	Hybrid/Local	1850	NA	-	11	NA	-
Gadag	Local	1650	1820	-170	148	100	48
Hubli	Local	1750	1770	-20	277	101	176
Shimoga	Hybrid/Local	NA	1730	-	NA	554	-
Nizamabad	Bilty	2050	2050	Unch	300	30	270
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	1830	1857	-27	NA	NA	-
Naugachia	Bilty	0	NA	-	0	NA	-
Kolkata	Mill Delivery	0	NA	-	0	NA	-
Gulabghagh	Local	0	NA	-	0	NA	-
	Bilty	0	NA	-			
Ahmedabad	Feed	1800	1840	-40	4000	6000	-2000
	Starch	1700	1800	-100			

12th February, 2020

Khanna	Local	1910	1920	-10	1950	1950	Unch
	Bilty	2010	2025	-15			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	0	NA	-	0	NA	-
Chhindwara	Loose price	1700	1700	Unch	15000	15000	Unch

CBOT Corn Daily Futures Price Listing (USD/MT) as on 10 February,2020						
Contract Month	Open	High	Low	Close	Change	
Mar-20	150.88	150.98	149.21	150.29	-0.69	
May-20	152.85	152.85	150.98	152.16	-0.79	
Jul-20	154.23	154.32	152.65	153.83	-0.59	
Sep-20	152.85	153.14	151.86	153.14	-0.20	
Dec-20	154.91	154.91	153.54	154.91	-0.20	

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.