

17th February, 2020**Executive Summary:**

- In Ahmedabad region of Gujarat, poultry feed makers quoted maize steady at Rs. 1750 per quintal while starch feed makers quoted it steady at Rs. 1700 per quintal compared to previous day.

Previous Updates:

- Maize is trading steady to weak in major key cash markets due to sluggish demand of bulk buyers amid expectation of arrival of imported goods. Besides, expectation of Rabi crop arrival in the coming months likely to put pressure on market sentiments.
- In Nizamabad, maize is likely to trade steady to slightly weak in near term due to sluggish demand of bulk buyers on the expectation of new crop arrival in the coming months. Maize is moving towards Hyderabad at Rs. 2,200 per quintal while it is being bought by local starch feed makers at Rs. 1850-1860 per quintal.
- In Davangere, prices of maize traded firm by taking cues from Tamilnadu' maize market. However, it is likely to trade steady to slightly weak on the expectation of arrival of imported goods.
- In A.P, maize has been sown in around 1.77 lakh hectares as of 12th February'20 which is higher than 1.57 lakh hectare covered during corresponding period last year. Maize sown area is 96% to season normal and at vegetative to flowering stage. In Krishna, Vizianagaram, Srikakulam, Prakasam, East Godavari, West Godavari, Guntur districts, 26,653 hectare of maize area is affected by Faw; out of which, 25,888 hectare of maize area has treated.
- In Telangana, it has been sown in 1.65 lakh hectare as of 12th February'20 which is higher than 1.12 lakh hectare covered during corresponding period last year. Maize sown area is 110% to season normal and its sowing is almost completed. Maize crops are at tasselling to cob formation stage. Fall army worm reported in Kamareddy, Siddipet and Warangal districts.
- In Davangere region of Karnataka, maize arrivals are containing moisture up to 15% due to cold weather and fungus-damage around 8%.
- 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, 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 148.71 USD/MT for March'20 contract compared to previous day. However, further price direction depends on the demand for U.S corn.
- As per USDA, U.S corn exports reached 11.89 MMT in the 2019-20 marketing year. At 0.78 MMT (for the period 31st January- 06th February, 2020) US corn exports were up 31 percent from the previous week and 41 percent from the prior 4-week average; mainly for the destinations like Mexico (228,700 MT), Japan (203,800 MT), Colombia (189,700 MT), Saudi Arabia (61,700 MT), and El Salvador (29,600 MT).
- USDA decreased its world corn ending stock estimates by 0.97 MMT to 296.84 MMT for 2019/20 compared to previous month due to increase in consumption estimates for 2019/20 which could lead to global corn market.

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

17th 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
	14-Feb-20	14-Feb-20	14-Feb-20	10-Feb-20
Nizamabad	-	-	-	-
Sangli	463	-	463	464

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		15-Feb-20	14-Feb-20	Change	15-Feb-20	14-Feb-20	Change
New Delhi	Hybrid	1900	1900	Unch	NA	NA	-
Koppal	Loose	Closed	NA	-	Closed	NA	-
Davangere	Loose	1800	1800	Unch	1000	500	500
Ranebennur	Hybrid/Local	1800	1790	10	NA	3970	-
Bagalkot	Hybrid/Local	1920	1695	225	18	60	-42
Gadag	Local	NR	1680	-	NR	11	-
Hubli	Local	NR	1660	-	NR	27	-
Shimoga	Hybrid/Local	NR	NR	-	NR	NR	-
Nizamabad	Bilty	Closed	2000	-	Closed	20	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	1791	1788	3	NA	NA	-
Naugachia	Bilty	NA	NA	-	NA	NA	-
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabgh	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Ahmedabad	Feed	1750	1750	Unch	2000	3000	-1000
	Starch	1700	1700	Unch			

17th February, 2020

Khanna	Local	1850	1875	-25	1950	1950	Unch
	Bilty	1950	1970	-20			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	Closed	NR	-	Closed	NR	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 14 February,2020						
Contract Month	Open	High	Low	Close	Change	
Mar-20	149.40	150.19	148.12	148.71	-0.69	
May-20	151.47	151.96	149.89	150.39	-1.08	
Jul-20	152.95	153.44	151.57	151.76	-1.28	
Sep-20	152.36	152.75	151.08	151.27	-1.28	
Dec-20	154.23	154.42	152.95	153.04	-1.28	

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.