

**27th May, 2020****Executive Summary:**

- As per AP markfed, from the current rabi crop, 2,75,405 MT of maize has been procured by A.P government as of 25th May,2020. The procurement is still ongoing.
- Maize is moving towards Bengaluru and Tamil Nadu at Rs. 1500 per quintal and Rs. 1600 per quintal (Delivered Price) respectively; sourced from Davangere region of Karnataka.
- In Ahmedabad region of Gujarat, poultry feed makers quoted maize down by Rs. 50 per quintal to Rs. 1400 per quintal while starch feed makers quoted it down by Rs. 20 per quintal to Rs. 1430 per quintal compared to previous day.
- In Bihar, despite stockists demand; maize is being traded at Rs. 1250 per quintal (Bilty Price) as bulk demand is still missing. It is expected that maize could trade steady to range bound in near term amid limited demand and arrivals.

Previous Updates:

- Maize acreage in Kharif 2020-21 may turn out to be higher than that in Kharif 2019-20 as farmers in Karnataka, Rajasthan, Maharashtra, Madhya Pradesh and Telangana would prefer less labour intensive crops. Seed availability is expected to remain sufficient as transportation of agriculture related materials has become almost normal after the relaxations in lockdown. Expectation of good monsoon amid proposed increase in MSP are all good motivating factors for farmers to grow more maize for this Kharif season.
- As per trade sources, in Telangana, harvesting of rabi crop of maize is almost over while in Bihar regions, maize crop has been harvested around at 50-60% till date. However, in Karnataka, maize crop has been harvested only at 10-15% due to labour shortage.
- As per trade sources, each maize grower in the Karnataka state is getting a cash relief of ₹5,000 to compensate the impact of low maize prices.
- As per trade sources, India imported around 268.5 MT of maize for the month of April'20. Out of this, around 193.5 MT was imported from Myanmar at Kolkata port (145.5 MT @ \$261.04 USD/MT) and Chennai port (48 MT @ \$249.98 USD/MT).
- Across India, maize is being traded lower due to sluggish feed makers demand amid arrival pressure. It is likely to trade steady to range bound in near term on the expectation of fresh demand of stockists and importers.
- As per media news, the five cattle feed manufacturing plants of the Karnataka Cooperative Milk Producers' Federation Ltd. has started purchase of the produce at Rs.1,760 per quintal from 12th May'2020. The maximum quantity of purchase has been capped at 50 quintals from each farmer.
- As per media news, Haryana offers reward to shift from water guzzling paddy crops to maize and pulses crops.
- As per trade sources, India exported around 18,527 MT of maize for the month of March'20 at an average FoB of \$274.79/ MT. Out of which, around 12,217 MT Indian maize was exported mainly to Nepal at an average FoB of \$272.82/MT; mainly through Raxaul followed by Jogbani ICD and Sonauli ICD port.
- As per trade sources, Telangana state government is procuring maize at Rs. 1760 per quintal. Earlier State Government announced that it will procure entire Rabi season crop of maize at MSP of Rs. 1760 per quintal, directly from farmers through village procurement centers over a period of 45 days.

International Market Commentary:

- Corn on CBOT rose by 0.10 USD/MT to 125.19 USD/MT for July'20 contract compared to previous day. Further, price direction depends on the demand for U.S corn.

Previous Updates:

- As per USDA, U.S corn exports reached 26.67 MMT in the 2019-20 marketing year. At 1.26 MMT (for the period 8th- 14th May, 2020) US corn exports were down 4 percent from the previous week but up 10 percent from the prior 4-week average; mainly for the destinations like Mexico (362,900 MT), Japan (263,800 MT), China (129,600 MT), South Korea (122,000 MT), and Colombia (115,100 MT). Agriwatch expects that decrease in export demand for U.S corn could weigh on CBOT corn prices.
- USDA increased its world corn ending stock estimates by 24.90 MMT to 339.62 MMT for 2020/21 compared to last year due to increase in production estimates; mainly in U.S, Brazil, Ukraine, Mexico, Canada and E.U for 2020/21 which could weigh on global corn market.

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

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NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jun-20	-	-	-	-	-	-	-	-	-
July-20	-	-	-	-	-	-	-	-	-
Aug-20	--	--	--	--	--	-	-	-	-

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

Spread	Jun-20	July-20	Aug-20
Spot	-	--	--
Jun-20	--	-	--
July-20	--	--	-

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

Stocks	Demat	In-Process	Total	EDD
	25-May-20	25-May-20	25-May-20	25-May-20
Gulabagh	199	-	199	199
Sangli	459	-	459	459

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		26-May-20	25-May-20	Change	26-May-20	25-May-20	Change
New Delhi	Hybrid	1400	1400	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1300	Closed	-	3000	Closed	-
Ranebennur	Hybrid/Local	NR	NR	-	NR	NR	-
Bagalkot	Hybrid/Local	NR	NR	-	NR	NR	-
Gadag	Local	NR	NR	-	NR	NR	-
Hubli	Local	NR	NR	-	NR	NR	-
Shimoga	Hybrid/Local	NR	NR	-	NR	NR	-
Nizamabad	Bilty	Closed	Closed	-	Closed	Closed	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	NA	NA	-	NA	NA	-
Naugachia	Bilty	1250	1250	Unch	2000	1000	1000
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	1225	1225	Unch	5000	NA	-
	Bilty	1250	1250	Unch			
Ahmedabad	Feed	1400	1450	-50	5000	5000	Unch
	Starch	1430	1450	-20			



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Khanna	Local	1350	1325	25	2250	1950	300
	Bilty	1400	1410	-10			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	Closed	Closed	-	Closed	Closed	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 25 May,2020						
Contract Month	Open	High	Low	Close	Change	
Jul-20	125.09	125.58	124.40	125.19	0.10	
Sep-20	127.16	127.45	126.27	127.06	-0.10	
Dec-20	131.00	131.39	130.21	131.00	-0.10	
Mar-21	136.02	136.51	135.33	135.92	-0.10	
May-21	138.87	139.36	138.18	138.87	-0.20	

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