

**29<sup>th</sup> May, 2020**

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**Executive Summary:**

- As per trade sources, India exported around 19,713 MT of maize for the month of April'20 at an average FoB of \$242.71/ MT. Out of which, around 15,369 MT Indian maize was exported mainly to Nepal at an average FoB of \$244.36/MT; mainly through Raxaul followed by Jogbani ICD and Nepalgunj Road port.
- Maize is moving towards Bengaluru and Tamil Nadu at Rs. 1450 per quintal and Rs. 1550 per quintal (Delivered Price) respectively; sourced from Davangere region of Karnataka. Maize is likely to trade steady amid arrival pressure.
- As per trade sources, in Telangana, harvesting of rabi crop of maize has completed while in Bihar regions, maize crop has been harvested around at 60% and in Karnataka, maize crop has been harvested at 50% till date.
- In Bihar, despite decrease in arrival amid stockists demand; maize is being traded at Rs. 1250 per quintal (Bilty Price) as bulk feed makers 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 by Rs. 90 per quintal at Rs. 1850 per quintal for the Kharif season 2020-21; are all good motivating factors for farmers to grow more maize for this Kharif season.
- 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.
- 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).
- 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, 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 0.59 USD/MT to 126.18 USD/MT for July'20 contract compared to previous day. Further, price direction depends on the demand for U.S corn.

**Previous Updates:**

- In U.S, corn plantings as on 24 May 2020 stand at 88%, up 33 percentage points from same time last year and up 6 percentage points from 5 year average. Rapid U.S planting progress likely to put pressure 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
	27-May-20	27-May-20	27-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		
		28-May-20	27-May-20	Change	28-May-20	27-May-20	Change
New Delhi	Hybrid	1375	1375	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1300	1300	Unch	5000	4000	1000
Ranebennur	Hybrid/Local	NR	NR	-	NR	NR	-
Bagalkot	Hybrid/Local	1300	1280	20	357	274	83
Gadag	Local	NR	1305	-	NR	320	-
Hubli	Local	1280	1280	Unch	136	29	107
Shimoga	Hybrid/Local	NR	NR	-	NR	NR	-
Nizamabad	Bilty	NA	NA	-	NA	NA	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	NA	NA	-	NA	NA	-
Naugachia	Bilty	1200	1200	Unch	2000	2000	Unch
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	1200	1200	Unch	20000	15000	5000
	Bilty	1250	1225	25			
Ahmedabad	Feed	1390	1400	-10	6000	3000	3000
	Starch	1375	1450	-75			



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Khanna	Local	1350	1350	Unch	2250	1950	300
	Bilty	1400	1400	Unch			
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 27 May,2020						
Contract Month	Open	High	Low	Close	Change	
Jul-20	125.98	126.67	125.68	126.18	0.59	
Sep-20	127.75	128.54	127.55	128.05	0.49	
Dec-20	131.59	132.18	131.39	131.69	0.20	
Mar-21	136.61	137.10	136.31	136.41	Unch	
May-21	139.36	139.95	139.17	139.36	Unch	

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