

**25th June, 2020****Executive Summary:**

- In Bihar, despite the local stockists' demand and also export demand of Bangladesh and Nepal feed makers, maize is being traded at Rs. 1250 per quintal (Bilty Price). It is expected that maize could trade steady to slightly firm in near term on the expectation of increase in stockists demand.
- 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 80% and in Karnataka, maize crop has been harvested at 60-65% till date.
- Maize is moving towards Bengaluru and Tamil Nadu at Rs. 1600 per quintal (Delivered Price) each; sourced from Davangere region of Karnataka.
- In Ahmedabad region of Gujarat, poultry feed makers quoted maize steady at Rs. 1425 per quintal while starch feed makers quoted it steady at Rs. 1490 per quintal compared to previous day.
- In India, maize has been sown in 10.43 lakh hectares as of 19th Jun'20 which is higher than 5.25 lakh hectares compared to corresponding period last year.
- In Nizamabad, maize is likely to trade steady amid limited demand and arrival.

Previous Updates:

- As per trade sources, India exported around 19,934 MT of maize for the month of May'20 at an average FoB of \$205.76/ MT. Out of which, around 15,364 MT Indian maize was exported mainly to Nepal at an average FoB of \$193.74/MT; mainly through Raxaul followed by Sonauli ICD, Jogbani ICD and Nepalgunj Road port.
- Maize acreage in Kharif 2020-21 may turn out to be more or less same than that in Kharif 2019-20 as one side, farmers would prefer less labour intensive crops. Expectation of good monsoon amid increase in MSP by Rs. 90 per quintal at Rs. 1850 per quintal for the Kharif season 2020-21 and reward offering by Haryana government from water guzzling paddy crops to maize; are all good motivating factors for farmers to grow more maize for this Kharif season. However, on the other side, low prevailing market prices could be a major factor to shift towards more remunerative and high yield crops like pulses. In Telangana, maize has been sown in 7656 acres as of 17th Jun'20 which is higher than 4623 acres compared to corresponding period last year. In A.P, maize has been sown in 1534 hectares as of 17th Jun'20; higher than 1497 hectares compared to corresponding period last year. Also, in some districts of Karnataka, maize sowing has just started.
- As per AP markfed, from the current rabi crop, 3,80,933 MT of maize has been procured by A.P government as of 17th June,2020.
- As per media sources, Telangana State Cooperative Marketing Federation (TS-Markfed) has procured maize about 6.94 lakh tonnes as of 25th May,2020; out of estimated production of 14.16 lakh tonnes (Agriwatch estimates). The decision of the agency to close purchasing operations on May 31 was unexpected, as the government had earlier said they would procure 100% of the production.
- The Cabinet Committee on Economic Affairs (CCEA) has approved the increase in MSP of maize by Rs. 90 per quintal to Rs. 1850 per quintal for Kharif crop for marketing season 2020-21.
- 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).

International Market Commentary:

- Corn on CBOT fall by 1.28 USD/MT to 127.95 USD/MT for July'20 contract compared to previous day. Further, price direction depend on the demand for U.S corn.

Previous Updates:

- In U.S, corn silk as of 21st Jun 2020 is at 2%, up 1 percentage points from same time last year but same percentage points from 5 year average. Also, 72% crop of corn is in good to excellent condition, up 1 percentage points from last week.
- As per USDA, U.S corn exports reached 31.13 MMT in the 2019-20 marketing year. At 0.88 MMT (for the period 5th June- 11th June, 2020) US corn exports were down 29 percent from the previous week and from the previous 4-week average; mainly for the destinations like Mexico (222,900 MT), Japan (176,300 MT), South Korea (135,300 MT), China (66,100 MT), and the Philippines (56,700 MT). Agriwatch expects that decrease in export demand for U.S corn could weigh on CBOT corn prices.

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

25th June, 2020

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-20	-8.00	1303.00	1295.00	1295.00	1295.00	400	300	2330	400
Aug-20	--	--	--	--	--	-	-	-	-
Sep-20	--	--	--	--	--	-	-	-	-

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

Spread	July-20	Aug-20	Sep-20
Spot	-45	--	--
July-20	--	-	--
Aug-20	--	--	-

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

Stocks	Demat	In-Process	Total	EDD
	23-Jun-20	23-Jun-20	23-Jun-20	22-Jun-20
Gulabagh	696	149	845	696
Sangli	-	-	-	-

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		24-Jun-20	23-Jun-20	Change	24-Jun-20	23-Jun-20	Change
New Delhi	Hybrid	1340	1325	15	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1450	1450	Unch	2000	1500	500
Ranebennur	Hybrid/Local	NR	NR	-	NR	NR	-
Bagalkot	Hybrid/Local	1470	1450	20	210	317	-107
Gadag	Local	1450	1460	-10	226	63	163
Hubli	Local	NR	1410	-	NR	30	-
Shimoga	Hybrid/Local	1300	1300	Unch	12139	178	11961
Nizamabad	Bilty	1375	1375	Unch	200	20	180
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	1584	1585	-1	NA	NA	-
Naugachia	Bilty	1225	1225	Unch	2000	2000	Unch
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	1200	1200	Unch	80000	40000	40000
	Bilty	1250	1250	Unch			
Ahmedabad	Feed	1425	1425	Unch	4000	6000	-2000
	Starch	1490	1490	Unch			



25th June, 2020

Khanna	Local	1100	1120	-20	4500	1200	3300
	Bilty	1200	1250	-50			
Ludhiana	Local	1150	1150	Unch	6000	6000	Unch
	Bilty	1250	1250	Unch			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	1210	1150	60	500	1000	-500

CBOT Corn Daily Futures Price Listing (USD/MT) as on 23 Jun,2020						
Contract Month	Open	High	Low	Close	Change	
Jul-20	128.93	128.93	126.47	127.95	-1.28	
Sep-20	130.80	130.80	128.24	129.52	-1.57	
Dec-20	134.15	134.15	131.69	132.57	-1.97	
Mar-21	138.87	138.87	136.51	137.30	-1.87	
May-21	141.23	141.23	139.27	140.15	-1.67	

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.