

**26th June, 2020****Executive Summary:**

- Maize is moving towards Punjab and U.P at Rs.1420 and Rs.1350 per quintal respectively; sourced from naugachia region of Bihar.
- 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.
- 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 down by Rs.25 per quintal to Rs. 1400 per quintal while starch feed makers quoted it down by Rs.30 per quintal to Rs. 1460 per quintal compared to previous day.

Previous Updates:

- 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.
- 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.
- In Nizamabad, maize is likely to trade steady amid limited demand and arrival.
- 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 0.30 USD/MT to 127.65 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.

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
July-20	-6.00	1300.00	1300.00	1289.00	1289.00	150	-250	2340	10
Aug-20	--	--	--	--	--	-	-	-	-
Sep-20	--	--	--	--	--	-	-	-	-

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

Spread	July-20	Aug-20	Sep-20
Spot	-39	--	--
July-20	--	-	--
Aug-20	--	--	-

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

Stocks	Demat	In-Process	Total	EDD
	24-Jun-20	24-Jun-20	24-Jun-20	22-Jun-20
Gulabagh	696	149	845	696
Sangli	-	-	-	-

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		25-Jun-20	24-Jun-20	Change	25-Jun-20	24-Jun-20	Change
New Delhi	Hybrid	1340	1340	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1450	1450	Unch	2000	2000	Unch
Ranebennur	Hybrid/Local	NR	1430	-	NR	17053	-
Bagalkot	Hybrid/Local	NR	1470	-	NR	210	-
Gadag	Local	NR	1450	-	NR	226	-
Hubli	Local	1440	NR	-	88	NR	-
Shimoga	Hybrid/Local	NR	1300	-	NR	12139	-
Nizamabad	Bilty	1375	1375	Unch	100	20	80
Karimnagar	Local	1370	NR	-	1	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	1585	1584	1	NA	NA	-
Naugachia	Bilty	1225	1225	Unch	2000	2000	Unch
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	1200	1200	Unch	50000	80000	-30000
	Bilty	1250	1250	Unch			
Ahmedabad	Feed	1400	1425	-25	25000	4000	21000
	Starch	1460	1490	-30			



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Khanna	Local	1100	1100	Unch	4500	4500	Unch
	Bilty	1250	1200	50			
Ludhiana	Local	1150	1150	Unch	4000	6000	-2000
	Bilty	1250	1250	Unch			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	NR	1210	-	NR	500	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 24 Jun,2020

Contract Month	Open	High	Low	Close	Change
Jul-20	127.75	129.52	127.45	127.65	-0.30
Sep-20	129.32	130.90	128.54	128.73	-0.79
Dec-20	132.28	133.75	131.19	131.39	-1.18
Mar-21	137.00	138.08	135.53	135.72	-1.57
May-21	139.76	140.74	138.08	138.38	-1.77

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