

**14th July, 2020****Executive Summary:**

- Gulabghat and Nizamabad maize cash markets reported closed as lockdown imposed due to increase in cases of coronavirus.
- In India, maize has been sown in 54.21 lakh hectares as of 8th July'20 which is higher than 46.48 lakh hectares of the corresponding period last year. In M.P, maize has been sown in 10.84 lakh hectares as of 8th July'20; higher than 9.27 lakh hectares compared to corresponding period last year. In Maharashtra, it has been sown in 7.23 lakh hectares; higher than 2.72 lakh hectares compared to corresponding period last year. However, in Rajasthan, it has been sown in 5.86 lakh hectares; lower than 9.38 lakh hectares compared to corresponding period last year.
- In Andhra Pradesh, maize has been sown in 0.30 lakh hectares as of 08th July'20; higher than 0.15 lakh hectares compared to corresponding period last year. Maize sown area is 32% to season normal. In Visakhapatnam, Vizianagaram, Guntur and Anantapur districts of Andhra Pradesh, around 1451 hectares area of maize has been affected by fall-armyworm; out of which 663 hectares has been treated. However, in Telangana, maize has been sown in 0.28 lakh hectares as of 8th July'20 which is lower than 1.49 lakh hectares of the corresponding period last year. Maize sown area is 6% to season normal and at early vegetative stage. In Nagarkurnool district of Telangana, maize crop has been infested by stem borer. Also, in Pune, Ahmednagar, Nashik and Solapur districts of Maharashtra, maize crop has been infested by fall-armyworm.
- In U.P, starch feed makers are buying maize at Rs.1300 per quintal; sourced from Naugachia region of Bihar while it is moving towards Bangalore at Rs. 1500 per quintal and Namakkal at Rs.1540 per quintal; sourced from Davangere region of Karnataka.

Previous Updates:

- In Bihar, despite the local stockists' demand and export demand from Bangladeshi and Nepalese feed makers, maize is being traded at Rs. 1225 per quintal (Bilty Price). Recent rains in Bihar has affected the arrival quality. It is expected that maize would trade steady to range bound amid limited demand.
- India has authorized imports of 5 lakh ton Non- GM Maize (other than seed quality) at a concessional custom duty of 15 % under TRQ Scheme for end users for the current financial year. At present, there is no import parity as maize is trading lower in the domestic markets due to demand destruction from poultry feed industry on the fear of corona virus.
- Maize acreage in Kharif 2020-21 may turn out more or less the same as that in Kharif 2019-20 even as farmers could prefer less labour intensive crops. Expectation of a good monsoon, the increase in MSP by Rs. 90 per quintal at Rs. 1850 per quintal for the Kharif season 2020-21 and the bonus offered by the Haryana government to switch from water guzzling paddy to maize are all good motivating factors for farmers to grow more maize this Kharif season. On the other hand, low prevailing market prices could be a major factor to shift towards more remunerative and high yield crops like pulses.
- As per trade sources, in Telangana, harvesting of rabi crop of maize has been completed while in Bihar and Karnataka regions, 90-95% of the maize crop has been harvested till date.
- 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.
- 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.
- 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 fell by 0.79 USD/MT to 134.05 USD/MT for July'20 contract compared to previous week due to decrease in export demand for U.S corn. Expectation of increase in export demand in coming weeks for U.S corn could support to CBOT corn market. However, forecast for rains in the U.S Midwest could limit the gain.
- USDA decreased its world corn ending stock estimates by 22.83 MMT to 315.04 MMT for 2020/21 compared to last month due to decrease in production estimates which could support 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
July-20	15.00	1274.00	1289.00	1270.00	1289.00	1580	1290	2570	-160
Aug-20	37.00	1275.00	1280.00	1275.00	1275.00	260	-	260	130
Sep-20	--	--	--	--	--	-	-	-	-

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

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

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

Stocks	Demat	In-Process	Total	EDD
	11-July-20	11-July-20	11-July-20	06-July-20
Gulabagh	2352	348	2700	1641
Sangli	-	-	-	-

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		13-Jul-20	11-Jul-20	Change	13-Jul-20	11-Jul-20	Change
New Delhi	Hybrid	1250	1300	-50	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1350	Closed	-	3000	Closed	-
Ranebennur	Hybrid/Local	NR	NR	-	NR	NR	-
Bagalkot	Hybrid/Local	NR	1300	-	NR	16	-
Gadag	Local	1360	NR	-	62	NR	-
Hubli	Local	1210	NR	-	44	NR	-
Shimoga	Hybrid/Local	1350	NR	-	1176	NR	-
Nizamabad	Bilty	Closed	Closed	-	Closed	Closed	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	1491	1500	-9	NA	NA	-
Naugachia	Bilty	1200	1200	Unch	500	1000	-500
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	Closed	Closed	-	Closed	Closed	-
	Bilty	Closed	Closed	-			
Ahmedabad	Feed	1350	1350	Unch	10000	30000	-20000
	Starch	1350	1380	-30			



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Khanna	Local	1100	1150	-50	4500	4500	Unch
	Bilty	1200	1250	-50			
Ludhiana	Local	1200	1200	Unch	4000	10000	-6000
	Bilty	1250	1250	Unch			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	NR	Closed	-	NR	Closed	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 10 July,2020					
Contract Month	Open	High	Low	Close	Change
Jul-20	137.89	138.58	133.85	134.05	-4.23
Sep-20	137.30	138.38	132.38	132.77	-4.53
Dec-20	140.54	141.53	135.33	135.72	-4.82
Mar-21	144.38	145.37	139.36	139.76	-4.63
May-21	146.45	147.43	141.82	142.22	-4.33

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