

**17<sup>th</sup> July, 2020****Executive Summary:**

- In Andhra Pradesh, maize has been sown in 0.41 lakh hectares as of 15th July'20; higher than 0.30 lakh hectares compared to corresponding period last year. Maize sown area is 44% to season normal. In Visakhapatnam, Vizianagaram, Guntur, Anantapuram and Kurnool districts of Andhra Pradesh, around 1650 hectares area of maize has been affected by fall-armyworm; out of which 958 hectares has been treated.
- As per AP markfed, from the current rabi crop, 4,12,911 MT of maize has been procured by A.P government as of 13th July,2020.
- In Telangana, maize has been sown in 1,23,715 acres as of 15th July'20 which is lower than 5,27,378 acres of the corresponding period last year. Maize sown area is 11% to season normal and at early vegetative stage. In Nagarkurnool district of Telangana, maize crop has been infested by stem borer.
- In U.P, starch feed makers are buying maize at Rs.1300 per quintal; sourced from Naugachia region of Bihar.

**Previous Updates:**

- Nizamabad maize cash market reported closed since 11th July'20 as lockdown imposed due to increase in cases of coronavirus and will reopen from 20th July'20.
- 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). Rains since last two weeks has affected the arrival quality. It is expected that maize would trade steady to range bound amid limited demand and arrival.
- 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 Pune, Ahmednagar, Nashik and Solapur districts of Maharashtra, maize crop has been infested by fall-armyworm.
- 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.
- 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 rose by 0.10 USD/MT to 128.44 USD/MT for September'20 contract compared to previous day.
- In U.S, 69% crop of corn is in good to excellent condition as of 12<sup>th</sup> July'20, down 2 percentage points from last week.
- 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	-	1274.00	1274.00	1274.00	1274.00	-	-60	840	-
Aug-20	--	--	--	--	--	-	-	-	-
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
	15-July-20	15-July-20	15-July-20	13-July-20
Gulabagh	2352	279	2631	2352
Sangli	-	-	-	-

## Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		16-Jul-20	15-Jul-20	Change	16-Jul-20	15-Jul-20	Change
New Delhi	Hybrid	1250	1250	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1350	1350	Unch	1500	1000	500
Ranebennur	Hybrid/Local	NR	NR	-	NR	NR	-
Bagalkot	Hybrid/Local	NR	1280	-	NR	10	-
Gadag	Local	1350	NR	-	143	NR	-
Hubli	Local	NR	NR	-	NR	NR	-
Shimoga	Hybrid/Local	NR	1300	-	NR	171	-
Nizamabad	Bilty	Closed	Closed	-	Closed	Closed	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	1470	1476	-6	NA	NA	-
Naugachia	Bilty	1175	1175	Unch	2000	2000	Unch
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	1175	1175	Unch	50000	NA	-
	Bilty	1225	1225	Unch			
Ahmedabad	Feed	1350	1350	Unch	10000	10000	Unch
	Starch	1350	1350	Unch			



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Khanna	Local	1140	1100	40	3750	3000	750
	Bilty	1260	1220	40			
Ludhiana	Local	1200	1200	Unch	4000	4000	Unch
	Bilty	1250	1250	Unch			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	NR	NR	-	NR	NR	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 15 July,2020						
Contract Month	Open	High	Low	Close	Change	
Sep-20	128.34	129.42	127.06	128.44	0.10	
Dec-20	131.29	132.38	130.11	131.49	0.10	
Mar-21	135.62	136.71	134.54	135.62	Unch	
May-21	138.48	139.46	137.49	138.48	Unch	
July-21	140.74	141.73	139.76	140.84	0.10	

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