

**21st July, 2020**

Executive Summary:

- In India, maize has been sown in 64.29 lakh hectares as of 15th July'20 which is higher than 58.25 lakh hectares of the corresponding period last year. In M.P, maize has been sown in 14.41 lakh hectares as of 15th July'20; higher than 12.84 lakh hectares compared to corresponding period last year. In Maharashtra, it has been sown in 7.80 lakh hectares; higher than 5.07 lakh hectares compared to corresponding period last year. However, in Rajasthan, it has been sown in 6.82 lakh hectares; lower than 8.31 lakh hectares compared to corresponding period last year.
- As per trade sources, India exported around 1,12,867 MT of maize for the month of Jun'20 at an average FoB of \$187.79/ MT, out of which, 58,067 MT Indian maize was exported to Nepal at an average FoB of \$182.49/MT and around 49,406 MT was exported to Bangladesh at an average FoB of \$190.95/MT.
- In U.P and Punjab, feed makers are buying maize at Rs.1300 per quintal each; sourced from Naugachia region of Bihar.
- In Bihar, despite the export demand from Bangladeshi and Nepalese feed makers, maize is being traded at Rs. 1225 per quintal (Bilty Price). Rains since last three weeks has affected the arrival quality. It is expected that maize would trade steady to range bound amid limited demand and arrival.

Previous Updates:

- 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 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.
- 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 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.
- 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.
- 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.

International Market Commentary:

- Corn on CBOT fell by 1.67 USD/MT to 131.10 USD/MT for September'20 contract compared to previous week due to decrease in export demand for U.S corn. However, expectation of increase in export demand in coming weeks for U.S corn could support to CBOT corn market.
- As per USDA, U.S corn exports has reached 35.98 MMT in the 2019-20 marketing year. At 1.01 MMT (for the period 3rd- 9th July, 2020) US corn exports were down 7 percent from the previous week and 14 percent from the previous 4-week average; mainly for the destinations like Mexico (275,400 MT), Japan (228,000 MT), China (119,700 MT), Peru (96,400 MT), and Saudi Arabia (71,500 MT). However, expectation of increase in export demand in coming weeks for U.S corn could support to CBOT corn market.

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

21st July, 2020

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
July-20	1.00	1275.00	1275.00	1275.00	1275.00	20	-	560	-10
Aug-20	16.00	1278.00	1290.00	1278.00	1290.00	450	-	560	-
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
	17-July-20	17-July-20	17-July-20	13-July-20
Gulabagh	2670	149	2819	2352
Sangli	-	-	-	-

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		20-Jul-20	18-Jul-20	Change	20-Jul-20	18-Jul-20	Change
New Delhi	Hybrid	1250	1250	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1350	1350	Unch	2000	1000	1000
Ranebennur	Hybrid/Local	NR	NR	-	NR	NR	-
Bagalkot	Hybrid/Local	NR	NR	-	NR	NR	-
Gadag	Local	NR	1350	-	NR	27	-
Hubli	Local	NR	NR	-	NR	NR	-
Shimoga	Hybrid/Local	NR	NR	-	NR	NR	-
Nizamabad	Bilty	Closed	Closed	-	Closed	Closed	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	1478	1468	10	NA	NA	-
Naugachia	Bilty	1175	1175	Unch	500	2000	-1500
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	1175	1175	Unch	10000	NA	-
	Bilty	1225	1225	Unch			
Ahmedabad	Feed	1300	1300	Unch	10000	8000	2000
	Starch	1350	1350	Unch			

21st July, 2020

Khanna	Local	Closed	1140	-	Closed	3750	-
	Bilty	Closed	1250	-			
Ludhiana	Local	Closed	1200	-	Closed	4000	-
	Bilty	Closed	1250	-			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	1300	Closed	-	2500	Closed	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 17 July,2020					
Contract Month	Open	High	Low	Close	Change
Sep-20	130.01	131.79	130.01	131.10	1.08
Dec-20	132.87	134.34	132.87	133.75	0.89
Mar-21	136.90	138.28	136.90	137.69	0.79
May-21	139.66	140.64	139.56	140.15	0.69
July-21	141.63	142.51	141.63	142.02	0.39

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.