

**22<sup>nd</sup> July, 2020****Executive Summary:**

- In U.P and Punjab, feed makers are buying maize at Rs.1250 per quintal and Rs.1300 per quintal respectively; sourced from Naugachia region of Bihar.
- In Bihar, despite the export demand from Bangladeshi and Nepalese feed makers, maize is being traded at Rs. 1200 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.
- 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.

**Previous Updates:**

- 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 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 1.87 USD/MT to 129.23 USD/MT for September'20 contract compared to previous day 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.
- In U.S, 69% crop of corn is in good to excellent condition as of 19th July'20, same percentage points from last week.
- 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.

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## NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Aug-20	5.00	1290.00	1290.00	1290.00	1290.00	10	-	560	-
Sep-20	15.00	1300.00	1300.00	1300.00	1300.00	100	-	100	-
Oct-20	--	--	--	--	--	-	-	-	-

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

Spread	Aug-20	Sep-20	Oct-20
Spot	-	--	--
Aug-20	--	-	--
Sep-20	--	--	-

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

Stocks	Demat	In-Process	Total	EDD
	20-July-20	20-July-20	20-July-20	20-July-20
Gulabagh	2819	78	2897	2819
Sangli	-	-	-	-

## Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		21-Jul-20	20-Jul-20	Change	21-Jul-20	20-Jul-20	Change
New Delhi	Hybrid	1250	1250	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1350	1350	Unch	2000	2000	Unch
Ranebennur	Hybrid/Local	NR	NR	-	NR	NR	-
Bagalkot	Hybrid/Local	NR	NR	-	NR	NR	-
Gadag	Local	1370	NR	-	206	NR	-
Hubli	Local	NR	NR	-	NR	NR	-
Shimoga	Hybrid/Local	1350	NR	-	538	NR	-
Nizamabad	Bilty	1350	Closed	-	200	Closed	-
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	1478	1478	Unch	NA	NA	-
Naugachia	Bilty	1125	1175	-50	2000	500	1500
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	1150	1175	-25	30000	10000	20000
	Bilty	1200	1225	-25			
Ahmedabad	Feed	1300	1300	Unch	25000	10000	15000
	Starch	1300	1350	-50			

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<b>Khanna</b>	Local	Closed	Closed	-	Closed	Closed	-
	Bilty	Closed	Closed	-			
<b>Ludhiana</b>	Local	Closed	Closed	-	Closed	Closed	-
	Bilty	Closed	Closed	-			
<b>Jalgaon</b>	Bilty	NA	NA	-	NA	NA	-
<b>Chhindwara</b>	Loose price	1300	1300	Unch	3000	2500	500

<b>CBOT Corn Daily Futures Price Listing (USD/MT) as on 20 July,2020</b>						
<b>Contract Month</b>	<b>Open</b>	<b>High</b>	<b>Low</b>	<b>Close</b>	<b>Change</b>	
<b>Sep-20</b>	131.10	131.29	128.34	129.23	<b>-1.87</b>	
<b>Dec-20</b>	133.75	133.85	130.90	132.18	<b>-1.57</b>	
<b>Mar-21</b>	137.79	137.79	135.13	136.31	<b>-1.38</b>	
<b>May-21</b>	140.15	140.15	137.69	139.07	<b>-1.08</b>	
<b>July-21</b>	142.12	142.12	139.66	141.04	<b>-0.98</b>	

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