

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

- Sentiments remained same on Tuesday due to limited trade activities.
- In U.P and Punjab, feed makers are buying maize at Rs.1250 per quintal and Rs. 1350 per quintal respectively; sourced from Naugachia region of Bihar. While, Hyderabad poultry feed makers are buying maize at Rs. 1450-1500 per quintal; sourced from Nizamabad region.
- 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.
- In India, maize has been sown in 71.26 lakh hectares as of 24th July'20 which is higher than 66.45 lakh hectares of the corresponding period last year. Maize sown area is 95.4% of normal area. Agriwatch expects maize sown area at 82.38 lakh hectares for the Kharif season 2020-21 which is above than normal area of 74.7 lakh hectares but less than last year area of 82.44 lakh hectares. In M.P, maize has been sown in 14.79 lakh hectares as of 24th July'20; higher than 14.13 lakh hectares compared to corresponding period last year. In Maharashtra, it has been sown in 8.16 lakh hectares; higher than 5.96 lakh hectares compared to corresponding period last year. However, in Rajasthan, it has been sown in 8.32 lakh hectares; lower than 8.55 lakh hectares compared to corresponding period last year.
- In Telangana, maize has been sown in 0.61 lakh hectares as of 24th July'20; lower than 2.63 lakh hectares compared to corresponding period last year. Maize sown area is 13% to season normal and at knee high stage. In Vikarabad district of Telangana, maize crop has been infested by fall-armyworm.

**Previous Updates:**

- 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.
- 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 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.
- 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 0.49 USD/MT to 127.95 USD/MT for September'20 contract compared to previous day. However, expectation of increase in export demand in coming weeks for U.S corn would support to CBOT corn market.
- In U.S, 72% crop of corn is in good to excellent condition as of 26th July'20, up 3 percentage points from last week.
- As per USDA, U.S corn exports has reached 37.03 MMT in the 2019-20 marketing year. At 1.05 MMT (for the period 10th- 16th July, 2020) US corn exports were up 4 percent from the previous week but down 13 percent from the previous 4-week average; mainly for the destinations like Mexico (236,200 MT), Japan (230,500 MT), China (134,800 MT), South Korea (129,300 MT), and Peru (106,300 MT). Agriwatch expects increase in export demand in coming weeks for U.S corn which would support to CBOT corn market.
- IGC decreased its global corn production forecast for 2020/21 by 5 MMT to 1164 MMT compared to previous month forecast. However, forecast for global corn ending stock was kept unchanged at 288 MMT for 2020/21 compared to last month forecast.

**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	1291.00	1305.00	1291.00	1302.00	860	50	2050	470
Sep-20	-	-	-	--	-	-	-	250	-
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
	27-July-20	27-July-20	27-July-20	27-July-20
Gulabagh	2897	50	2947	2897
Sangli	-	-	-	-

## Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		28-Jul-20	27-Jul-20	Change	28-Jul-20	27-Jul-20	Change
New Delhi	Hybrid	1250	1200	50	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1300	1300	Unch	3000	3000	Unch
Ranebennur	Hybrid/Local	NR	1400	-	NR	221	-
Bagalkot	Hybrid/Local	NR	NR	-	NR	NR	-
Gadag	Local	NR	1360	-	NR	361	-
Hubli	Local	NR	NR	-	NR	NR	-
Shimoga	Hybrid/Local	1350	1350	Unch	341	208	133
Nizamabad	Bilty	1370	1375	-5	200	20	180
Karimnagar	Local	NR	NR	-	NR	NR	-
Khammam	Local	NR	NR	-	NR	NR	-
Sangli	Feed	NA	NA	-	NA	NA	-
Naugachia	Bilty	1125	1125	Unch	2000	2000	Unch
Kolkata	Mill Delivery	NA	NA	-	NA	NA	-
Gulabagh	Local	1150	Closed	-	10000	Closed	-
	Bilty	1225	Closed	-			
Ahmedabad	Feed	1300	1300	Unch	15000	15000	Unch
	Starch	1300	1320	-20			



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Khanna	Local	1100	1100	Unch	2250	3000	-750
	Bilty	1250	1250	Unch			
Ludhiana	Local	1150	1200	-50	500	1000	-500
	Bilty	1200	1250	-50			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	1200	1200	Unch	2000	2000	Unch

CBOT Corn Daily Futures Price Listing (USD/MT) as on 27 July,2020						
Contract Month	Open	High	Low	Close	Change	
Sep-20	128.05	128.93	127.26	127.95	-0.49	
Dec-20	131.29	132.47	130.90	131.69	-0.20	
Mar-21	135.62	136.71	135.23	136.02	-0.20	
May-21	138.38	139.36	137.99	138.67	-0.30	
July-21	140.54	141.63	140.15	140.84	-0.30	

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