

**10<sup>th</sup> October, 2020****Executive Summary:**

- In Bihar, maize is being traded at Rs. 1350-1425 per quintal (Bilty Price). It is being delivered to Kolkata at Rs.1450-1500 per quintal; sourced from Bihar. Hyderabad poultry feed makers are buying maize at Rs.1530 per quintal; sourced from Nizamabad region.
- In A.P, maize has been sown in 1.09 lakh hectares as of 07th Oct'20 which is higher than 0.93 lakh hectares of the corresponding period last year. Maize sown area is 117% to season normal and at Knee high to tasselling and cob formation stage. In Visakhapatnam, Vizianagaram, Guntur, Anantapuram, Kurnool, Chittoor, Krishna and YSR Kadapa districts of Andhra Pradesh, around 7150 hectares area of maize has been affected by fall-armyworm; out of which 5780 hectares has been treated.

**Previous Updates:**

- In India, new crop arrivals have started which are lower in quantity and contain huge moisture level. In M.P and Karnataka, it contain moisture of upto 30%. In Warangal region also, new crop arrivals are poor in quality and contains moisture upto 15%. Some grains are dented and small in size. While, in Nizamabad, new crop contains moisture upto 20%.
- As per trade sources, in M.P. region, there could be 4-5% crop loss due to heavy rains three weeks ago. In M.P, around 7% and in Gujarat, around 3-4% crop quality has been affected by recent rains.
- In India, maize has been sown in 83.27 lakh hectares as of 25th Sep'20, 111.43% of normal area and above than last year area of 82.44 lakh hectares. Around 9.30-9.79 lakh hectares of maize has been harvested as of 25th Sep'20.
- The 1st Advance Estimates of kharif production of maize for 2020-21 have been released by the Department of Agriculture, Cooperation and Farmers Welfare on 22nd September, 2020. It has pegged maize production at 19.88 MMT against set target of 22 MMT for 2020-21. However, Agriwatch's first estimate for the maize production in 2020-21 Kharif season is 18.29 MMT with average yield of 2.20 MT/ hectare.
- As per trade sources, India exported around 2,35,436 MT of maize in the month of Aug'20 at an average FoB of \$182.24/ MT, out of which, 1,65,704 MT was exported to Bangladesh at an average FoB of \$190.18/MT and around 65,160 MT was exported to Nepal at an average FoB of \$177.46/MT.
- In Telangana, maize has been sown in 0.89 lakh hectares as of 18th Sep'20 which is lower than 3.90 lakh hectares of the corresponding period last year. Maize crop is at cob formation to seed hardening stage. Agriwatch trade sources revealed that decrease in acreage is mainly due to encouragement by Telangana Government, to shift towards other remunerative crops like Tur, Cotton and Soybean. Agriwatch expects that decrease in acreage would support to maize prices in the state.
- India has authorized imports of upto 5 lakh ton of Non- GM Maize (other than seed quality) at a concessional custom duty of 15 % under TRQ Scheme for end users, in the current financial year 2020-21. 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, hence there has been negligible imports. But it could limit the upside in the long run.
- 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 0.69 USD/MT to 152.36 USD/MT for December'20 contract compared to previous day. Agriwatch expects that increase in export demand for U.S corn would support to CBOT corn. However, new crop arrivals could limit the gain.
- As per USDA, U.S corn exports have reached 3.68 MMT in the 2020-21 marketing year. At 0.93 MMT (for the period 25th Sep – 01st Oct, 2020) US corn exports were up 24.61 percent from the previous week; mainly for the destinations like China (349,900 MT), Mexico (275,400 MT), Colombia (121,600 MT), Japan (81,600 MT), and Costa Rica (46,200 MT).

**Outlook and Recommendation:** Maize cash market is likely to trade steady to slightly weak in the near term.

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## NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Oct-20	-	-	-	-	-	-	-	-	-
Nov-20	--	--	--	--	--	-	-	-	-
Dec-20	--	--	--	--	--	-	-	-	-

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

Spread	Oct-20	Nov-20	Dec-20
Spot	-	--	--
Oct-20	--	-	--
Nov-20	--	--	-

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

Stocks	Demat	In-Process	Total	EDD
	8-Oct-20	8-Oct-20	8-Oct-20	5-Oct-20
Gulabagh	59	-	59	59
Sangli	-	-	-	-

## Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		09-Oct-20	08-Oct-20	Change	09-Oct-20	08-Oct-20	Change
New Delhi	Hybrid	1350	1300	50	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	Closed	Closed	-	Closed	Closed	-
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	1236	1240	-4	14	65	-51
Gadag	Local	1160	NA	-	19	NA	-
Hubli	Local	NA	NA	-	NA	NA	-
Shimoga	Hybrid/Local	1350	NA	-	6447	NA	-
Nizamabad	Bilty	1375	1375	Unch	5000	500	4500
Karimnagar	Local	NA	NA	-	NA	NA	-
Khammam	Local	NA	NA	-	NA	NA	-
Sangli	Feed	1417	1417	Unch	NA	NA	-
Naugachia	Bilty	1350	1350	Unch	1500	1500	Unch
Kolkata	Mill Delivery	1500	1500	Unch	NA	NA	-
Gulabagh	Local	1375	1375	Unch	10000	10000	Unch
	Bilty	1425	1425	Unch			
Ahmedabad	Feed	1400	1400	Unch	2000	3000	-1000
	Starch	1400	1400	Unch			



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Khanna	Local	1130	1130	Unch	900	750	150
	Bilty	1200	1200	Unch			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	1450	1450	Unch	1500	1500	Unch
Chhindwara	Loose price	NR	Closed	-	NR	Closed	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 08 October,2020						
Contract Month	Open	High	Low	Close	Change	
Dec-20	153.14	155.31	152.16	152.36	-0.69	
Mar-21	156.39	158.36	155.21	155.41	-0.98	
May-21	158.26	160.13	157.18	157.37	-0.89	
July-21	159.44	161.21	158.46	158.65	-0.89	
Sep-21	154.32	155.41	153.44	153.63	-0.89	

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