

Executive Summary:

- In Bihar, maize is being traded at Rs.1450 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.1500 per quintal; sourced from Nizamabad region. Also, it is being loaded at Rs. 1325-1350 per quintal towards Maharashtra, sourced from Nizamabad region.
- In India, maize is being traded down due to low quality arrivals. In Nizamabad, new crop arrivals contain moisture of upto 22% and damaged upto 7% while in Warangal region, it contains damaged upto 20%.

Previous Updates:

- In Karnataka, new crop arrivals are lower in quantity and contain moisture of upto 25%. Trade sources are of the opinion that there is possibility of getting dried material in next 12-15 days if weather conditions remain improved.
- Government's procurement for MY 2020-21 has started. As per media news, Haryana Government has procured 47.35 MT of maize as of 19th Oct, 2020.
- Trade sources revealed that around 7,47,000 MT of maize has been sold by Telangana Government at around Rs. 1200 per quintal.
- In A.P, maize targeted area for the Rabi Season 2020-21 is set at 2.03 lakh hectares.
- In A.P, maize has been sown in 1.13 lakh hectares as of 14th Oct'20 which is higher than 0.96 lakh hectares of the corresponding period last year. Maize sown area is 121% to season normal. In Visakhapatnam, Vizianagaram, Guntur, Anantapuram, Kurnool, Chittoor, Krishna and YSR Kadapa districts of Andhra Pradesh, around 5942 hectares area of maize has been affected by fall-armyworm; out of which 4277 hectares has been treated.
- As per media news, Haryana Government has procured 47.35 MT of maize as of 19th Oct, 2020.
- As per trade sources, India exported around 2,23,781 MT of maize in the month of September'20 at an average FoB of \$185.51/ MT, out of which, 1,67,774 MT was exported to Bangladesh at an average FoB of \$190.82/MT and around 52,112 MT was exported to Nepal at an average FoB of \$178.60/MT.
- As per trade sources, in M.P, around 7% and in Gujarat, around 3-4% crop quality has been affected by last week rains.
- In India, maize had 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.
- 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 1st Advance Estimates of kharif production of maize for 2020-21 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.
- 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 down by 0.59 USD/MT to 164.46 USD/MT for December'20 contract compared to previous week. Agriwatch expects that increase in export demand for U.S corn in near term would support to CBOT corn. However, new crop arrivals could limit the gain.
- As per USDA, U.S corn exports have reached 5.39 MMT in the 2020-21 marketing year. At 0.90 MMT (for the period 9th Oct – 15th Oct, 2020) US corn exports were up 10.17 percent from the previous week and 7 percent from the prior 4-week average; mainly for the destinations like China (364,000 MT), Mexico (168,300 MT), Japan (165,900 MT), Saudi Arabia (70,200 MT), and Colombia (55,000 MT).
- In U.S, 61% crop of corn is in good to excellent condition as of 18th October'20, same percentage points from last week. 60% of crop has been harvested as of 18th October'20, up 32 percentage points from corresponding period last year.

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

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
	24-Oct-20	24-Oct-20	24-Oct-20	19-Oct-20
Gulabagh	59	-	59	59
Sangli	-	-	-	-

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		27-Oct-20	26-Oct-20	Change	27-Oct-20	26-Oct-20	Change
New Delhi	Hybrid	1375	1375	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1150	Closed	-	2000	Closed	-
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	1336	NA	-	307	NA	-
Gadag	Local	NA	NA	-	NA	NA	-
Hubli	Local	890	NA	-	15	NA	-
Shimoga	Hybrid/Local	1350	NA	-	638	NA	-
Nizamabad	Bilty	1350	Closed	-	1500	Closed	-
Karimnagar	Local	NA	NA	-	NA	NA	-
Khammam	Local	NA	NA	-	NA	NA	-
Sangli	Feed	1450	1454	-4	NA	NA	-
Naugachia	Bilty	1450	Closed	-	1500	Closed	-
Kolkata	Mill Delivery	1500	Closed	-	NA	Closed	-
Gulabagh	Local	1375	Closed	-	15000	Closed	-
	Bilty	1450	Closed	-			
Ahmedabad	Feed	1425	1400	25	1500	3500	-2000
	Starch	1450	1420	30			
Khanna	Local	1140	1130	10	450	750	-300
	Bilty	1200	1190	10			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	1450	Closed	-	1500	Closed	-
Chhindwara	Loose price	NR	Closed	-	NR	Closed	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 26 October,2020					
Contract Month	Open	High	Low	Close	Change
Dec-20	165.05	165.25	162.49	164.46	-0.59
Mar-21	165.15	165.35	163.08	164.76	-0.69
May-21	165.25	165.64	163.58	165.05	-0.79
July-21	165.45	165.45	163.38	165.05	-0.39
Sep-21	156.59	156.59	155.01	156.10	-0.79

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.